

Ragbags Textiles
River House, Nelson Road
Sandy Lane Industrial Estate
Stourport On Severn
Worcestershire
DY13-9QB

24th February 2010

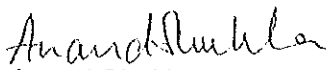
Dear Sir/Madam

Daycare Trust – The National Childcare Charity gives authorisation to Ragbags UK Ltd to collect used clothing and textiles door-to-door on behalf of Daycare Trust, under the terms and conditions of the pre-agreed contract.

Under the terms of this joint venture Ragbags will begin collecting clothing etc on behalf of Daycare Trust from April 2010.

This agreement will run for an initial 6 month period, starting from the date of this letter of agreement. Both Parties agree that the arrangement will be reviewed within this 6 month period.

Kind Regards


Anand Shukla

Business Development Manager

Company No. 2063604
Charity No. 327279

Daycare Trust
Report & Financial Statements
31 March 2009

Daycare Trust

Reference & administrative details

For the year ended 31 March 2009

Status	The organisation is a charitable company limited by guarantee, incorporated on 10 October 1986 and registered as a charity on 5 November 1986.	
Governing document	The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.	
Company number	2063604	
Charity number	327279	
Registered office and operational address	21 St George's Road London SE1 6ES	
Honorary officers	Rita Stringfellow Martin Pilgrim Emma Knights	Chair Treasurer Secretary
Principal staff	Emma Knights Alison Garnham	Joint Chief Executive Joint Chief Executive
Bankers	Lloyds Bank Plc Victoria House Southampton Row London WC1B 5HR	
Auditors	Sayer Vincent Chartered Accountants Registered Auditors 8 Angel Gate City Road London EC1V 2SJ	

Daycare Trust

Report of the trustees

For the year ended 31 March 2009

The trustees present their report and the audited financial statements for the year ended 31 March 2009.

The reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the memorandum and articles of association and the Statement of Recommended Practice - Accounting and Reporting by Charities.

Structure, governance and management

Organisational structure

The affairs of Daycare Trust are directed by the board of trustees who are also the directors of the company limited by guarantee. The trustees meet formally at least six times a year. There is a formal agenda for meetings which is agreed in advance by the chair and the chief executives. The day to day management of Daycare Trust is delegated to joint chief executives and a senior management team.

Daycare Trust has staff organised in five teams: policy, research and campaigns; fundraising; consultancy; training; conferences and events; and business development and administration.

The trustees

Trustees, who are also directors under company law, who served during the year and up to the date of this report were as follows:

Pamela Calder	(Resigned 18 March 2009)	Elizabeth Roberts	
Clem Henricson		June O'Sullivan	
Sue Martin		Kate Stephens	(Appointed 18 March 2009)
Tony Munton	(Resigned 18 November 2008)	Rita Stringfellow	
Martin Pilgrim			

Appointment of trustees

All trustees are members of Daycare Trust and are elected at an annual general meeting for a term of three years which may be renewed once.

Co-opted trustees and replacement of trustees

Trustees have the power to appoint any person to be a trustee to fill a vacancy among trustees or as an addition to the existing trustees, however, the total number of additional trustees shall not exceed 4. Any trustee so appointed holds office until the following annual general meeting and is eligible for re-election.

During 2008 the memorandum and articles of association of the company were changed, after a consultation with the then members of the company. The membership agreed to a proposal that allowed individuals to become supporter members of Daycare Trust without being guaranteeing members of the company. Full membership of the company remains available to those who wish to be full members.

Daycare Trust

Report of the trustees

For the year ended 31 March 2009

Members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up. The total number of such guarantees at 31 March 2009 was 20 (2008 - 20). The trustees have no beneficial interest in the charitable company.

Related parties and connected organisations

Daycare Trust Enterprises is a controlled subsidiary of Daycare Trust. Since 1 April 2006 it has not operated.

The National Childcare Campaign is a dormant company which transferred its activities to Daycare Trust some years ago. There remain common members.

Risk statement

The trustees have undertaken a full risk assessment and keep this under review both at Trustee meetings and by review of the regular risk reviews carried out by the management team.

Areas covered include recruitment of skilled staff, governance, legislation, compliance, delivery of contracted projects, diversity of funding, IT data storage and appropriate levels of insurance. Decisions are taken and processes put in place to manage these risks.

Objectives and activities

Daycare Trust is the national childcare charity, campaigning for quality, accessible, affordable childcare for all and raising the voices of children, parents and carers. We advise parents and carers, providers, employers, trade unions and policymakers on childcare issues.

We recognise that everyone is unique and we value difference in our communities. We listen to all views and are committed to act without prejudice. We oppose all discrimination and promote equality in all we do.

We work closely with Government Departments, particularly the Department for Children, Schools and Families, other national childcare organisations, local authorities and partnerships, children's centres and other local childcare providers, regeneration and housing agencies, employers and trade unions, and other local and national bodies in all sectors. Our funding comes from a range of sources.

We undertake high quality research in the childcare field.

We also arrange conferences and other meetings to allow experts to share their knowledge and expertise about childcare issues.

We provide a consultancy service through a network of specialist consultants to employers, local authorities and others to help them develop good childcare strategies and implement them.

We have developed and delivered training for local authorities and others on childcare issues to ensure that those responsible for funding and provision are aware of their responsibilities and understand what is best practice.

Daycare Trust

Report of the trustees

For the year ended 31 March 2009

Public benefit

In considering how the Trust fulfils its aims and objectives the Trustees have had regards to the Charity Commission guidance on public benefit. The descriptions of Daycare Trust's charitable activities and plans in the remainder of this report are drafted with this guidance in mind. The services and advice which the Trust provides are available to a wide range of beneficiaries, in most cases at no cost to the beneficiary.

Achievements and performance

The year to 31 March 2009 has seen consolidation in all aspects of Daycare Trust's activities.

We have continued to offer a wide range of childcare and early years-related consultancy services for clients including Government departments, local authorities, PVI providers, children's centres and employers. We also held a major national policy conference, as well as policy seminars on 'good childhood' and 'free range children - improving health and happiness in children'. We also published *Raising the Bar* - a Childcare workforce policy paper with the TUC and Childcare Futures which sets out the vision of childcare for each of the political parties.

Daycare Trust has continued to carry out research investigating the cost of quality childcare supported by the Nuffield Foundation and concluded a three year project funded by the Esmée Fairbairn Foundation into the barriers to quality and affordable childcare in black and minority ethnic communities. We also continued our study called "Listening to Families" including a strand on listening to older children.

We continue to publish our research and other information both in hard copy and through our website.

We delivered other major projects through the year – our 'Parent Champions' project helped hard to reach families in three local authorities to find out about and take up affordable childcare. Through a four year grant from London Councils, we are helping childcare settings in London to work more effectively to increase access to affordable, quality childcare for London families. We also delivered a project in Sheffield through a grant from Awards for All, and in partnership with the Refugee Council, to encourage refugee parents and their children to access childcare and their free entitlement for 3 and 4 year olds. We also began our Childcare Advance project with funding from the Friends Provident Foundation. This is a nine month scoping project to assess the help currently available to families faced with upfront childcare fees and to recommend models of delivery to help move parents into work.

We also provide a telephone information line for parents, carers and employers and delivered an information project in nine community languages on tax credits, child benefit and other sources of financial help available for families. We also relaunched an improved website and upgraded our telephone and IT systems to support our information service.

We continue to publish the annual childcare costs and holiday costs surveys. Daycare Trust again organised the annual National Childcare Week, now in its 11th year. This included an award ceremony and reception in 10 Downing Street hosted by the Prime Minister, sponsored by Children's Mutual and a circus in the park, sponsored by Catalyst.

Daycare Trust

Report of the trustees

For the year ended 31 March 2009

Plans for future periods

Daycare Trust will continue to build on its successes and, in the run-up to a general election, to keep the need for universal access to quality and affordable childcare at the front of the agenda for both government and employers. It will do this by continuing to carry out research, by lobbying government and other organisations on issues that affect the lives of children and parents and by providing clear information and training to families, providers, employers and other interested parties.

We will focus on building up our consultancy and training activity, as a means of influencing good practice within local authorities.

We will continue to publicise our work in the media, by publishing papers and other documents, by providing an information line. Greater emphasis will be placed on the website as a means of dissemination.

Financial review

The results for the year to 31 March 2009 are shown in detail in the statement of financial activities on page 9 and are summarised below:

	2009	2008
Income	£1,086,296	£1,113,083
Expenditure	<u>(£1,041,993)</u>	<u>(£1,044,455)</u>
Surplus	£44,303	£68,628

The main sources of Daycare Trust's income are shown in note 4 to the accounts on page 13. The largest component of income in the year to 31 March 2009 was a number of grants and a contract from the Department for Children Schools and Families. There were also grants from a number of organisations to fund particular pieces of research. The income from consultancy services and our conferences and training are also a contribution to revenue.

Basis of preparation of financial statements

At the date that these financial statements were approved by the Trustees in October 2009 funding was not yet fully in place to enable Daycare Trust to continue to operate through the following financial year (to 31 March 2011) at its current level of establishment. There are grant and other funding applications submitted which, if successful, would allow Daycare Trust to continue in its current form. In addition Daycare Trust expects to receive a financial contribution from its consultancy activities as well as an additional contribution from its training programme. These accounts are prepared on the basis that sufficient funding will be received to allow Daycare Trust to continue to operate in its current form. If that is not possible the Trustees have put in place a contingency plan which will involve gradual reductions in its establishment and its costs. These would allow Daycare Trust to perform its existing obligations and meet its existing liabilities. Accordingly these financial statements are prepared on the basis that Daycare Trust will continue as a going concern.

Reserves policy

The Reserve and cash positions are regularly monitored and reviewed by the Resources Monitoring Group and recommendations are made to the meetings of the trustees.

Daycare Trust

Report of the trustees

For the year ended 31 March 2009

The trustees have a policy which aims to build up, over time, reserves which will amount to three months running costs, including salaries, which based on the 2009/10 budget is around £400,000. The available general funds at 31 March 2009 are £117,000 (i.e. reserves less fixed assets) and the organisation aims to move towards its target over the coming years. At present considerable attention is given to both short and longer term cash requirements.

Responsibilities of the trustees

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the year then ended.

In preparing those financial statements which give a true and fair view, the trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards and statements of recommended practice 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 assume that the company will continue on that basis

The trustees are responsible for keeping 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 1985.

The trustees 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.

Each of the trustees confirm that to the best of his/her knowledge there is no information relevant to the audit of which the auditors are unaware. The trustees also confirm that they have taken all necessary steps to ensure that they themselves are aware of all relevant audit information and that this information has been communicated to the auditors.

Auditors

Sayer Vincent were re-appointed as the charitable company's auditors during the year and have expressed their willingness to continue in that capacity.

Approved by the trustees on 21 October 2009 and signed on their behalf by

Rita Stringfellow - Chair

Independent auditors' report

To the members of

Daycare Trust

We have audited the financial statements of Daycare Trust for the year ended 31 March 2009 which comprise the financial activities, balance sheet and related notes. These financial statements have been prepared in accordance with the accounting policies set out therein.

This report is made solely to the charitable company's members, as a body, in accordance with section 235 of the Companies Act 1985. 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.

Respective responsibilities of the trustees and auditors

The responsibilities of the trustees (who are also the directors of Daycare Trust for the purposes of company law) for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), are set out in the statement of responsibilities of the trustees.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether the information given in the annual report of the trustees is consistent with the financial statements. In addition, we report to you if, in our opinion, the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding the trustees' remuneration and other transactions is not disclosed.

We read the annual report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Independent auditors' report

To the members of

Daycare Trust

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice of the charitable company's state of affairs as at 31 March 2009 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended; and
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the report of the trustees is consistent with the financial statements.

Emphasis of matter - going concern

In forming our opinion we have considered the adequacy of the disclosures in note 1(a) of the financial statements concerning the charitable company's future funding. In view of the significance of the fact that the preparation of the financial statements on a going concern basis assumes that adequate funding will be available to maintain the programmed level of activities, we consider that these disclosures should be brought to your attention. Our opinion is not qualified in this respect.

12 November 2009

SAYER VINCENT
Chartered accountants & registered auditors
London

Daycare Trust

Statement of financial activities (Incorporating an income and expenditure account)

For the year ended 31 March 2009

	Note	Restricted £	Unrestricted £	2009 Total £	2008 Total £
Incoming resources					
<i>Incoming resources from generated funds</i>					
Voluntary income	2	-	65,280	65,280	75,238
Activities for generating funds:					
Sponsorship income	3	-	91,805	91,805	53,000
Membership and other income		-	16,372	16,372	10,435
Investment income		-	5,721	5,721	5,457
<i>Incoming resources from charitable activities</i>					
Policy, research and other projects	4a	572,921	19,768	592,689	669,706
Consultancy	4b	-	214,023	214,023	185,676
Training	4c	-	20,425	20,425	9,116
Advice and information	4d	-	66,065	66,065	67,212
Conferences and events	4e	-	13,916	13,916	37,243
Total incoming resources		572,921	513,375	1,086,296	1,113,083
Resources expended					
<i>Costs of generating funds:</i>					
Fundraising		-	76,109	76,109	73,571
		-	76,109	76,109	73,571
<i>Charitable expenditure</i>					
Policy, research and other projects		379,846	69,227	449,073	390,884
Consultancy		-	207,323	207,323	171,609
Training		-	53,656	53,656	62,009
Advice and information		78,000	64,175	142,175	186,107
Conferences and events		56,875	29,627	86,502	129,842
Governance costs		-	27,155	27,155	30,433
Total charitable expenditure		514,721	451,163	965,884	970,884
Total resources expended	5	514,721	527,272	1,041,993	1,044,455
Net incoming resources for the year before transfers					
	6	58,200	(13,897)	44,303	68,628
Gross transfers between funds		(34,200)	34,200	-	-
Net movement in funds		24,000	20,303	44,303	68,628
Funds at 1 April 2008		-	106,834	106,834	38,206
Funds at 31 March 2009		24,000	127,137	151,137	106,834

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in note 14 to the financial statements.

Daycare Trust (Limited by guarantee)

Balance Sheet

As at 31 March 2009

	Note	2009 £	2008 £
Tangible fixed assets	9	5,110	11,170
Investment	10	<u>1</u>	<u>1</u>
		5,111	11,171
Current assets			
Debtors	11	152,901	157,309
Cash at bank and in hand		<u>154,617</u>	<u>70,392</u>
		307,518	227,701
Creditors: Amounts falling due within one year	12	<u>161,492</u>	<u>132,038</u>
Net current assets		<u>146,026</u>	<u>95,663</u>
Net assets	13	<u>151,137</u>	<u>106,834</u>
Funds			
Restricted funds		24,000	-
Unrestricted funds:			
Designated funds		5,000	16,170
General funds		<u>122,137</u>	<u>90,664</u>
Total funds	14	<u>151,137</u>	<u>106,834</u>

Approved by the trustees on 21 October 2009 and signed on their behalf by

Rita Stringfellow - Chair

Martin Pilgrim - Treasurer

Daycare Trust

Notes to the financial statements

For the year ended 31 March 2009

1. Accounting policies

- a) The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards and the Companies Act 1985. They follow the recommendations in the Statement of Recommended Practice, Accounting and Reporting by Charities (issued in March 2005).

At the date that these financial statements were approved by the trustees in October 2009 there was not sufficient funding in place to enable Daycare Trust to continue to operate through the following financial year (to 31 March 2010) at its current level of establishment. There are grant and other funding applications submitted which, if successful, would allow Daycare Trust to continue in its current form. In addition Daycare Trust expects to receive a financial contribution from its consultancy activities as well as an additional contribution from its training programme. These accounts are prepared on the basis that sufficient funding will be received to allow Daycare Trust to continue to operate in its current form. If that is not possible the trustees have put in place a contingency plan which will involve gradual reductions in its establishment and its costs. These would allow Daycare Trust to perform its existing obligations and meet its existing liabilities. Accordingly these financial statements are prepared on the basis that Daycare Trust will continue as a going concern.

- b) Voluntary income is received by way of donations and gifts and is included in full in the statement of financial activities when receivable.
- c) Grants are recognised in full in the statement of financial activities in the year in which they are receivable.

Contractual income received is recognised when receivable unless it relates to a specific future period, in which case it is deferred as income in advance.

- d) Resources expended are recognised in the period in which they are incurred. Resources expended include attributable VAT which cannot be recovered.

Resources expended are allocated to the particular activity where the cost relates directly to that activity. The cost of overall direction and administration of each activity, comprising the salary and overhead costs of the Trust's staff is apportioned to each activity on the basis of the staff members involved in each activity.

Support costs, being the costs of the central administrative and management staff are re-allocated to each of the activities pro rata the numbers of staff involved in each activity.

- e) Governance costs are the costs associated with the governance arrangements of the charity. These costs are associated with constitutional and statutory requirements and include any costs associated with the strategic management of the charity's activities.

The costs of generating funds relate to the costs incurred by the charitable company in raising funds for the charitable work.

Daycare Trust

Notes to the financial statements

For the year ended 31 March 2009

1. Accounting policies (continued)

f) Depreciation is provided at rates calculated to write off the cost of each asset over its expected useful life. For leasehold improvements this is the remaining life of the lease. A full year's depreciation is charged in the year of acquisition. The depreciation rates in use are as follows:

Leasehold improvements	11 years
Computer equipment	3 years
Furniture and equipment	4 years

Items of equipment are capitalised where the purchase price exceeds £1,500. Depreciation costs are allocated to activities on the basis of the use of the related assets in those activities.

g) Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund together with a fair allocation of management and support costs.

h) Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity.

i) Designated funds are unrestricted funds earmarked by the trustees for particular purposes.

j) Transfers between funds are made by the Trustees to reflect appropriate charges between funds in the years after the original income has been recognised in the financial statements.

k) Rentals payable under operating leases, where substantially all the risks and rewards of ownership remain with the lessor, are charged to the statement of financial activities in the year in which they fall due.

l) The charitable company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charitable company in an independently administered fund. The pension cost charge represents contributions payable under the scheme by the charitable company to the fund. The charitable company has no liability under the scheme other than for the payment of those contributions.

2. Voluntary income

	Restricted	Unrestricted	2009 Total	2008 Total
	£	£	£	£
London Councils	-	28,306	28,306	67,932
The Volant Trust	-	25,000	25,000	-
Sanofi Pasteur	-	3,000	3,000	-
Income from trusts and donations	-	8,974	8,974	7,306
	<u>-</u>	<u>8,974</u>	<u>8,974</u>	<u>7,306</u>
Total	<u>-</u>	<u>65,280</u>	<u>65,280</u>	<u>75,238</u>

The unrestricted grant received from London Councils (formerly the Association of London Government) has been applied as a general contribution to revenue expenditure in relation to London activities and salaries.

Daycare Trust

Notes to the financial statements

For the year ended 31 March 2009

3. Activities for generating funds

Sponsorship income			2009	2008
	Restricted	Unrestricted	Total	Total
	£	£	£	£
Catalyst - Party in the Park for National Childcare Week	-	12,000	12,000	-
Working Links - Conference	-	-	-	30,000
Trades Union Council - Policy Paper	-	7,990	7,990	-
Bovis Lend Lease - National Childcare Week, Party in the Park	-	-	-	10,000
Sanofi Pasteur - Policy seminar, Free Range Children	-	25,000	25,000	-
Children's Mutual - 2008 Conference	-	20,000	20,000	10,000
Children's Mutual	-	5,000	5,000	-
Imagine - Childcare Costs Survey	-	20,865	20,865	3,000
Haymarket Publication	-	500	500	-
Community Playthings	-	450	450	-
	-	91,805	91,805	53,000

4. Incoming resources from charitable activities

			2009	2008
	Restricted	Unrestricted	Total	Total
	£	£	£	£
a <i>Policy, research and other projects</i>				
Department for Children, Schools and Families - Strategic Grant	340,000	19,768	359,768	443,000
Department for Children, Schools and Families - Information Project Funding	40,000	-	40,000	80,789
Esmee Fairbairn Foundation	-	-	-	60,000
London Development Agency - support for policy lobbying activity	15,000	-	15,000	14,000
London Development Agency - research project	-	-	-	15,100
Nuffield Foundation - research project	31,396	-	31,396	49,267
London Councils for London Childcare Providers Network	70,000	-	70,000	-
London Councils - workforce Education project	34,200	-	34,200	-
Friends Provident Foundation	32,325	-	32,325	-
Big Lottery - Awards for All	10,000	-	10,000	-
Elizabeth Nuffield Foundation - research project	-	-	-	7,550
	572,921	19,768	592,689	669,706

Daycare Trust

Notes to the financial statements

For the year ended 31 March 2009

4. Income for the charity's activities (continued)		2009	2008		
	Restricted £	Unrestricted £	Total £		
b	Consultancy	-	214,023	214,023	185,676
c	Training	-	20,425	20,425	9,116
d	Advice and Information				
	HMRC - Information project	30,000		30,000	65,000
	Department for Children, Schools and Families - Parent Champions Toolkit	-	36,065	36,065	-
	Publication sales	-	-	-	2,212
		30,000	36,065	66,065	67,212
e	Conferences and events	-	13,916	13,916	37,243

Restricted funds include a grant of £340,000 received from the Department for Children, Schools and Families. The terms of this grant require Daycare Trust to submit quarterly monitoring reports to the department to ensure that the grant was fully spent during the financial year. There are further monitoring requirements for the remainder of the grant from the Department for Children, Schools and Families.

Daycare Trust received £70,000 from London Councils to fund the London Childcare Providers Network. As at 31 March 2009 an amount of £24,000 remained unspent as plans for a major providers forum meeting and other events and activities were postponed until after 31 March 2009. These amounts were fully spent by 30 June 2009.

Daycare Trust

Notes to the financial statements

For the year ended 31 March 2009

5. Total resources expended

	Fundraising	Policy, research and other projects	Advice and Information	Consultancy	Training	Conferences and events	Support costs	Governance	2009 Total	2008 Total
	£	£	£	£	£	£	£	£	£	£
Staff costs (note 6)	42,333	130,275	74,623	24,262	13,152	27,618	159,770	-	472,033	494,084
Freelance and consultancy costs	-	-	-	-	-	-	19,756	5,000	24,756	20,843
Premises costs	-	-	-	-	-	-	103,345	-	103,345	109,531
Communication costs	-	-	-	-	-	-	4,538	-	4,538	9,185
Audit and accountancy	-	-	-	-	-	-	-	8,000	8,000	7,220
Legal and professional	-	-	-	-	-	-	1,733	-	1,733	5,145
Training	-	-	-	-	-	-	908	-	908	1,994
Project costs	-	116,142	-	-	-	-	-	-	116,142	141,466
Events	-	-	-	-	-	23,841	19,298	-	43,139	733
Travel and subsistence	-	-	-	-	-	-	4,197	-	4,197	3,077
Booklets and subscriptions	-	-	-	-	-	-	14,135	-	14,135	10,070
Publications and printing	-	-	-	-	-	-	9,973	-	9,973	15,083
Consultancy and contracts	-	-	-	140,841	19,394	-	-	-	160,235	114,139
Conferences and events	-	-	-	-	-	-	385	-	385	60,825
Recruitment	-	-	-	-	-	-	19,357	-	19,357	3,487
Equipment	-	-	-	-	-	-	25,387	-	25,387	19,305
Trustee costs	-	-	-	-	-	-	-	1,489	1,489	1,601
Office establishment and insurance	-	-	-	-	-	-	9,864	-	9,864	11,457
Miscellaneous	-	-	-	-	-	-	8,652	-	8,652	9,626
Depreciation	-	-	-	-	-	-	13,725	-	13,725	5,584
Total resources expended before allocation of support costs	42,333	246,417	74,623	165,103	32,546	51,459	415,023	14,489	1,041,993	1,044,455
Support costs allocated on basis of numbers of staff employed in each activity	33,776	202,656	67,552	42,220	21,110	35,043	(415,023)	12,666	-	-
Total resources expended	76,109	449,073	142,175	207,323	53,656	86,502	-	27,155	1,041,993	1,044,455

Daycare Trust

Notes to the financial statements

For the year ended 31 March 2009

6. Net incoming resources for the year

This is stated after charging / crediting:

	2009	2008
	£	£
Depreciation	13,725	5,584
Trustees' indemnity insurance	1,087	-
Trustees' remuneration	-	-
Trustees' reimbursed expenses	1,489	1,601
Auditors' remuneration:		
▪ Current year	8,000	8,700
▪ Prior year	-	-
▪ Other services	-	-
Operating lease rentals:		
▪ Property	85,000	85,000
▪ Other	4,600	4,600
Interest receivable	<u>5,721</u>	<u>5,457</u>

Expenses reimbursed to trustees represents the reimbursement of travel costs to 2 trustees (2008: 1) relating to attendance at trustee meetings and subsistence costs at meetings for all trustees.

7. Staff costs and numbers

Staff costs were as follows:

	2009	2008
	£	£
Salaries and wages	412,725	433,497
Social security costs	42,128	44,725
Pensions	<u>17,180</u>	<u>15,862</u>
Total salary costs	472,033	494,084
Other staff costs	<u>24,756</u>	<u>17,254</u>
Total staff costs	<u>496,789</u>	<u>511,338</u>

No employees earned more than £60,000 during the year.

The average weekly number of employees (full-time equivalent) during the year was as follows:

	2009	2008
	No.	No.
Research and consultancy	4.5	4.0
Consultancy and training	1.5	1.5
Advice and information	1.5	2.5
Conferences and events	1.0	1.0
Management and Support	3.5	3.5
Fundraising	1.0	1.0
Governance	<u>0.5</u>	<u>-</u>
	<u>13.5</u>	<u>13.5</u>

Daycare Trust

Notes to the financial statements

For the year ended 31 March 2009

8. Taxation

The charitable company is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

9. Tangible fixed assets

	Leasehold improvements	Furniture and equipment	Computer equipment	Total
	£	£	£	£
COST				
At 1 April 2008	30,714	1,998	17,960	50,672
Additions	-	-	7,665	7,665
Disposals			(11,781)	(11,781)
At 31 March 2009	<u>30,714</u>	<u>1,998</u>	<u>13,844</u>	<u>46,556</u>
DEPRECIATION				
At 1 April 2008	19,544	1,998	17,960	39,502
Charge for the year	11,170		2,555	13,725
Eliminated on disposals			(11,781)	(11,781)
At 31 March 2009	<u>30,714</u>	<u>1,998</u>	<u>8,734</u>	<u>41,446</u>
NET BOOK VALUE				
At 31 March 2009	<u>-</u>	<u>-</u>	<u>5,110</u>	<u>5,110</u>
At 31 March 2008	<u>11,170</u>	<u>-</u>	<u>-</u>	<u>11,170</u>

All tangible fixed assets are used to fulfil the charity's objects.

10. Investment

At 1 April 2008	£1
Acquired during the year	<u>£0</u>
	<u>£1</u>

During the year to 31 March 2008 Daycare Trust was donated, by a former Trustee, five shares in a newly formed private company. The investment represents 5% of the share capital of the company, which sells a new product to organisations in the early years care field. The accounts for the first period of trading showed a small loss and Daycare Trust has no information about current trading. Accordingly the Trustees are unable to put a value on the shares and they are stated at a nominal £1.

Daycare Trust

Notes to the financial statements

For the year ended 31 March 2009

11. Debtors

	2009 £	2008 £
Trade debtors	143,086	126,217
Accrued income	-	-
Prepayments	-	25,174
Sundry debtors	<u>9,815</u>	<u>5,918</u>
	<u>152,901</u>	<u>157,309</u>

12. Creditors : Amounts falling due within one year

	2009 £	2008 £
Trade creditors	73,560	33,420
Amounts received in advance	11,565	10,000
Other taxation and social security	19,634	18,318
Wages / pension	12,063	2,885
Accruals	38,314	35,600
Sundry creditors	<u>6,356</u>	<u>31,815</u>
	<u>161,492</u>	<u>132,038</u>

13. Analysis of group net assets between funds

	Restricted £	Designated £	General £	Total £
Tangible fixed assets	-	-	5,110	5,110
Investments	-	-	1	1
Current assets	24,000	5,000	278,518	307,518
Current liabilities	-	-	<u>(161,492)</u>	<u>(161,492)</u>
Net assets at 31 March 2009	<u>24,000</u>	<u>5,000</u>	<u>122,137</u>	<u>151,137</u>

Daycare Trust

Notes to the financial statements

For the year ended 31 March 2009

14. Movements in funds

	At 1 April 2008 £	Incoming resources £	Outgoing resources £	Transfers £	At 31 March 2009 £
Restricted funds:					
Nuffield Foundation - Quality Cost	-	31,396	(31,396)	-	-
London Development Agency - Lobbying activity	-	15,000	(15,000)	-	-
Department for Children Schools and Families - information services	-	40,000	(40,000)	-	-
London Councils - London Childcare Providers Network	-	70,000	(46,000)	-	24,000
London Councils - workforce education project	-	34,200	-	(34,200)	-
Friends Provident Foundation - Childcare Advance	-	32,325	(32,325)	-	-
Big Lottery - Awards for All - Training for refugee families in south Yorkshire	-	10,000	(10,000)	-	-
Department for Children Schools and Families - strategic grant	-	340,000	(340,000)	-	-
Total restricted funds	-	572,921	(514,721)	(34,200)	24,000
Unrestricted funds:					
<i>Designated funds:</i>					
Premises contingency	5,000	-	-	-	5,000
Leasehold Improvements	11,170	-	(11,170)	-	-
<i>Total designated funds</i>	16,170	-	(11,170)	-	5,000
General funds	90,664	853,375	(856,102)	34,200	122,137
Total unrestricted funds	106,834	853,375	(867,272)	34,200	127,137
Total funds	106,834	1,426,296	(1,381,993)	-	151,137

Purposes of restricted funds

Nuffield Foundation - Quality Cost The Nuffield Foundation is funding a research study of the true cost of providing universal quality childcare.

Daycare Trust

Notes to the financial statements

For the year ended 31 March 2009

14. Movements in funds (continued)

Purposes of restricted funds

London Development Agency	This funding was to enable the Trust and three other organisations in related fields of work to collaborate on lobbying activity at the main party conferences.
Department for Children Schools and Families	This funding was to enable Daycare Trust to improve its ability to respond to callers to its information line and improve other information services.
London Childcare Providers Network	This funding, from September 2008 enabled Daycare Trust to set up and service a mutual network for childcare providers in the London Boroughs.
London Councils - Workforce Education Project	This funding, ultimately from the European Social Fund was to allow Daycare Trust to monitor and support a third party which delivered a childcare workforce education project in a London borough. The costs met by the income received in 2008/09 were incurred and written off in the three years before 31 March 2006.
Childcare Advance - Friends Provident Foundation	This funding was for a research project to find out ways of providing access to the up front funding often needed by families seeking early years nursery provision.
Awards For All - Refugee Training	This funding enabled Daycare Trust to deliver training in South Yorkshire to refugees families seeking access to childcare.
Department for Children Schools and Families	This strategic grant supported a range of policy, research and information dissemination activities which are part of Daycare Trusts charitable objectives.

Purposes of designated funds

The purpose and requirement for all the designated funds has been review by management and trustees at the year end in the light of the current position of Daycare Trust.

Premises contingency	To fund future premises improvements and any other liabilities arising under the lease of the office accommodation.
Leasehold improvements	This fund represents the net book value of the partitioning at the Daycare Trust's offices. In the light of an imminent move from its current premises the remaining book value of these improvements has been expensed.

Daycare Trust

Notes to the financial statements

For the year ended 31 March 2009

14. Movements in funds (continued)

Transfer from restricted funds to general funds

This transfer is in respect of a project that was completed in the year to 31 March 2007 but the final tranche of funding was not received until April 2008. Daycare Trust wrote off the costs associated with this funding (including its own staff costs) against its general unrestricted fund in the two years to 31 March 2007 as, at the time, there was some uncertainty about the receipt of the final tranche of this funding. Now that this has been received the trustees therefore have agreed to transfer the amount to unrestricted funds as they are satisfied that these funds had been spent to support the restricted activity in the two years to 31 March 2007.

15. Operating lease commitments

The company has annual commitments under operating leases expiring as follows:

	Premises		Equipment	
	2009	2008	2009	2008
	£	£	£	£
2 - 5 years	89,600	89,600	-	-
Over	-	-	-	-

16. Related party transaction

Until 31 March 2006 Daycare Trust Enterprises Limited, a subsidiary of Daycare Trust organised conferences, received sponsorship and undertook the consultancy work of the Trust, donating all taxable profits to the Daycare Trust by gift aid donation. In the light of the reduced level of activity of Daycare Trust Enterprises Ltd its businesses has been carried on within the parent charity since 1 April 2006 and Daycare Trust Enterprises Ltd has been dormant.