

Company Registration No. 395548
Charity No. 313082



**THE BRITISH ASSOCIATION
FOR EARLY CHILDHOOD EDUCATION
(LIMITED BY GUARANTEE)**

**Financial Statements
31 March 2001**

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Financial statements for the year ended 31 March 2001

Contents	Page
Directors' and trustees' report	1-4
Auditors' report	5
Statement of financial activities	6
Balance sheet	7
Notes to the financial statements	8-16

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Directors' and trustees' report for the year ended 31 March 2001

Legal and administrative details

Council:

President - Jean Ensing

Chair - Pat Wills

Joint Vice Chair - Janet Devine

- Sheila Richmond

Regional Representatives Committee Chair - Anne Marie Gunning

Finance and General Purpose Committee Chair and Treasurer

- Elizabeth Pearson

Editorial Committee Chair - Moira Small

Eirlys Lloyd

Jane Whinnett

Ann Kent (Journal Editor)

Pat Fewings

Ray Felstead

Sally Ward

Lesley Steele

Yvonne Taylor

Susan Hay

Margaret Roberts

Secretary

Hilary Pursehouse

Company number

395548

Charity number

313082

Common name

Early Education

Registered office

136 Cavell Street

London E1 2JA

Auditors

Chantrey Vellacott DFK

10-12 Russell Square

London

WC1B 5LF

Bankers

Lloyds TSB Bank Plc

404 Bethnal Green Road

London E2 0AH

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Directors' and trustees' report for the year ended 31 March 2001

The Council, who are the directors and trustees of the charity, present their report and financial statements for the year ended 31 March 2001.

Objects of the Charity, Principal Activities and Organisation

The charity is constituted as a company limited by guarantee and is therefore governed by its memorandum and articles of association.

The charity's objective and its principal activity is to promote high quality education. It provides a multi-disciplinary network of support and advice for everyone concerned with the education and care of young children.

Trustees

The trustees who acted during the year are those as stated on page 1 and those shown below:

Helen Mitchell (up to October 2000)
David Hart (up to October 2000)
Majella McDowell (up to October 2000)
Diane Rich (up to October 2000)
Jo Whitehouse (Secretary) (up to May 2000)

Development, activities and achievements this year

Early Education is able to reflect members' views and concerns to the wider world through responses to official consultations, and is represented on other bodies including the Early Childhood Education Forum, Friends of Sure Start, the Early Years Focus Group at QCA and the Special Educational Needs Consortium. Staff in the central office respond to countless queries from the media and from parents and students.

A reception was held at the House of Commons to launch the *Living, loving and learning* exhibition in June. This new exhibition sets out to illustrate the significance of the earliest months and years of children's lives. We are grateful to The Boots Company for their generous support, which enabled us to develop the exhibition and to launch it in such style. Full colour booklets of the exhibition, as well as notelets have been added to our list of resources and are selling well.

Congratulations and thanks to the Enfield branch members for all the work that went into making the Year 2000 National Conference, *Many cultures, many languages, one voice*, a weekend to remember. In July a conference in London was held on the theme of *Each child is unique; inclusion involves us all*. In November we organised the very successful *Brainwaves* joint conference with OMEP and the Child Development Society. Iram Siraj-Blatchford and Kathy Sylva considered baseline and other forms of assessment in the early years at the Discussion Forum that preceded that AGM 2000.

During the year Early Education branches provided 83 training events for members and other early years practitioners on a very wide range of themes. We are very grateful to branch volunteers for developing their programmes and organising these events.

The work of the Development Officers, funded by the Community Fund, supports many of these branch activities and we are pleased that new branches have been set up in Forth Valley, Gateshead, South Tyneside, Sunderland and Wigan.

January 2001 marked the launch of the Forum for Maintained Nursery Schools in England managed by Early Education and supported by the DfES. Three conferences in London, York and Birmingham attended by over 90% of nursery school headteachers were chaired by Diane Rich, Professional Officer for Early Education.

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Directors' and trustees' report for the year ended 31 March 2001

Development, activities and achievements this year

Early Education advises Tigerprint on the development of games and puzzles made for Marks and Spencer. We are delighted that two products were awarded gold and silver awards by the Good Toy Guide.

We are working with IBM UK on the Kidsmart computer project. 27 Young Explorer Learning Centres complete with Edmark software have been donated to 14 early years settings. Staff in the setting are using the opportunity to look at ICT for young children and take part in a research project led by Iram and John Siraj-Blatchford.

The Hundred Languages of Children exhibition from Reggio Emilia toured to UK throughout 2000. It was shown at Cardiff, Belfast, Bristol, Bradford, Glasgow and Coventry and was visited by an amazing 66,000 people.

Future Developments

Early Education intends to make good use of its new premises, and offer a service to members and others by holding a series of seminars each term.

New publications have been commissioned to replace titles in our current list.

Work will continue managing the Forum for Maintained Nursery Schools with the support of the DfES. This project has raised our profile and attracted new members.

Funding for the Development Officers from the Community Fund ceases in August 2001; we will be exploring other sources of income to support development work in the future.

Transactions and financial position

The results for the year are set out on pages 6 and 7 of these financial statements.

Membership has shown another increase this year. The work of the Development Officers, Chief Executive and Professional Officers have contributed towards this, ably supported by the staff in the office.

The increased grant income includes an amount from the DfES for management of the Forum for Maintained Nursery Schools.

Expenditure on direct charitable activity shows a reduction as most of the transactions on the Hundred Languages of Children exhibition fell in the previous year.

The premises owned by Early Education at City View House in Bethnal Green were sold and the proceeds have been placed in our COIF Building and Development Fund.

BASIS ceased trading and has closed.

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Directors' and trustees' report for the year ended 31 March 2001

Transactions and financial position

We are grateful to the following for their financial support, which enables us to develop and extend our work:

Esmée Fairbairn Foundation
Department for Education and Skills
The Boots Company
Community Fund
The Arts Council of England
IBM UK Trust
Northern Rock Foundation

Reserves

We maintain in our current account sufficient funds to meet our immediate needs. All restricted monies are held in a charity deposit fund account and are drawn into the current account as needed. Our reserves are also kept in a charity deposit fund account where good interest has been obtained at low risk. The fund we use avoids investment in companies whose main business is in armaments, gambling or tobacco. A policy document on reserves is held at headquarters.

Statement of trustees' responsibilities

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

Chantrey Vellacott DFK will be proposed for reappointment at the forthcoming Annual General Meeting.

Approval

This report was approved by the Council on 13 October 2001 and signed on its behalf by:

Elizabeth Pearson

Director



THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Independent Auditors' report to the members of The British Association for Early Childhood Education

We have audited the financial statements of The British Association for Early Childhood Education for the year ended 31 March 2001 which are set out on pages 6 to 16. These financial statements have been prepared under the historical cost convention as modified by the revaluation of investments and long leasehold property and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with the relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 if, in our opinion, the Directors' Report is not consistent with the financial statements, if the 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 directors' remuneration and transactions with the company is not disclosed.

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

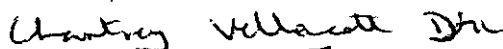
Basis of opinion

We conducted our audit in accordance with United Kingdom Auditing Standards 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 directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the charitable company as at 31 March 2001 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



CHANTREY VELLACOTT DFK

**Chartered Accountants
Registered Auditors
London**

17 October 2001

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Statement of financial activities for the year ended 31 March 2001 (incorporating an income and expenditure account)

	Note	Unrestricted funds £	Restricted funds £	Permanent endowment £	2001 Total funds £	2000 Total funds £
Incoming Resources						
Membership subscriptions		64,175	-	-	64,175	60,692
Grants	3	-	304,319	-	304,319	174,620
Donations and legacies	4	4,034	24,013	-	28,047	112,280
Sales – literature etc.	5	20,430	-	-	20,430	19,551
Investment income	11	5,718	322	-	6,040	7,954
Net gain or disposal of tangible fixed assets		65,254	-	-	65,254	-
Miscellaneous income	6	48,339	-	-	48,339	54,142
Branch income		44,600	-	-	44,600	45,775
Total incoming resources		252,550	328,654		581,204	475,014
Resources expended						
Direct charitable activities	7	108,876	290,449	-	399,325	466,958
Other direct charitable activities:						
Branch expenditure		43,662	-	-	43,662	56,326
Management and administration	8	38,726	17,131	-	55,857	38,759
Total resources expended		191,264	307,580	-	498,844	562,043
Net incoming/(outgoing) resources before transfers and exceptional item						
		61,286	21,074	-	82,360	(87,029)
Exceptional item	20	(2,315)	-	-	(2,315)	(44,464)
Transfer between funds		(2,194)	2,194	-	-	-
Net incoming/(outgoing) resources for the year and net income/(expenditure) for the year						
		56,777	23,268	-	80,045	(131,493)
Other recognised gains/(losses) on investment assets						
Unrealised		-	-	(1,284)	(1,284)	630
Net movement in funds		56,777	23,268	(1,284)	78,761	(130,863)
Fund balances at 1 April 2000		126,527	51,437	14,820	192,784	323,647
Fund balances carried forward at 31 March 2001		183,304	74,705	13,536	271,545	192,784

All the above amounts relate to continuing activities.

The notes on pages 8 to 16 form part of these financial statements.

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Balance sheet as at 31 March 2001

	Note	2001 £	2000 £
Fixed assets			
Tangible	10	45,570	113,705
Investments	11	29,987	31,218
		<u>75,557</u>	<u>144,923</u>
Current Assets			
Stock		8,822	8,436
Debtors	12	108,179	37,448
Cash at bank and in hand:			
Headquarters		96,091	87,397
Branches		38,466	37,528
		<u>251,558</u>	<u>170,809</u>
Creditors: amounts falling due within one year	13	<u>55,570</u>	<u>76,416</u>
Net current assets		<u>195,988</u>	<u>94,393</u>
Total assets less current liabilities		<u>271,545</u>	<u>239,316</u>
Creditors: Amounts falling due after more than one year	14	<u>-</u>	<u>46,532</u>
Net assets		<u>271,545</u>	<u>192,784</u>
Capital funds			
Permanent endowment funds	15	13,536	14,820
Income funds			
Restricted funds	16	74,705	51,437
Unrestricted funds:			
General fund		144,838	88,999
Non-charitable trading funds		-	-
		<u>233,079</u>	<u>155,256</u>
Designated funds:			
Branch funds	17	38,466	37,528
		<u>271,545</u>	<u>192,784</u>

Approved by the Executive Committee on 13 October 2001
and signed on its behalf by:

PAT WILLS

ELIZABETH PEARSON

Directors

The notes on pages 8 to 16 form part of these financial statements.

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Notes to the financial statements For the year ended 31 March 2001

1. Accounting policies

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investments, and in accordance with applicable accounting standards, and the Statement of Recommended Practice "Accounting by Charities", issued in 1995.

(b) Incoming resources

Membership subscriptions have been accounted for as they have been received by the charity.

Grants and donations have been accounted for when received by the charity. Relevant gift aid taxation refunds received after the year end have been included in the results. Legacies are accounted for when received or otherwise only if amounts are known with certainty.

(c) Resources expended

Direct charitable expenditure comprises services supplied and activities undertaken which are identifiable as wholly or mainly in support of the charity's objectives. Those costs shown as management and administration relate to the management of the charity's assets, organisational administration and compliance with constitutional and statutory requirements. Where appropriate, expenditure is apportioned on a reasonable and consistent basis.

(d) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Furniture and equipment is depreciated at the annual rate of 25% on the reducing balance basis. Short term leasehold property is depreciated at the annual rate of 25% on the reducing balance basis. The computer database is depreciated at the annual rate of 20% on the straight line basis.

(f) Investments

Investments are valued at the mid-market price ruling at the balance sheet date which gives rise to unrealised gains/(losses) which are included in the Statement of Financial Activities. Realised gains and losses arising on the disposal of investments during the year are separately disclosed in the Statement of Financial Activities.

(g) Fund accounting

Restricted funds are those subject to specific conditions imposed by the donor. Designated funds are general funds which have been set aside by the trustees at their discretion for a specific purpose.

(h) Value added tax

Value added tax is not recoverable by the charity, and as such is included in the relevant costs in the statement of financial activities.

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Notes to the financial statements For the year ended 31 March 2001

1. Accounting policies

(i) Stocks

Stocks are valued at the lower of cost and net realisable value.

(ii) Operating leases

Rentals under operating leases are charged to the statement of financial activities as they fall due.

2. Income and expenditure account

A separate income and expenditure account has not been prepared as the figures comprising net income for the year shown in the statement of financial activities on page 6 give the information required under the Companies Act 1985 together with details of other recognised gains and losses.

3. Grants	2001 £	2000 £
Esmée Fairbairn Foundation	12,000	25,000
Department for Education and Skills	90,000	59,112
DfES Nursery School Forum	60,767	-
The Boots Company Project	6,500	10,000
The Arts Council	58,000	19,000
Community Fund	47,162	61,508
IBM UK Trust	12,640	-
Northern Rock Foundation	17,250	-
	<u>304,319</u>	<u>174,620</u>

4. Donations and legacies	Unrestricted funds £	Restricted funds £	Total funds 2001 £	Total funds 2000 £
Donations	4,034	24,013	28,047	112,280
Legacies	-	-	-	-
	<u>4,034</u>	<u>24,013</u>	<u>28,047</u>	<u>112,280</u>

5. Sales – literature etc	Unrestricted £	Restricted £	2001 £	2000 £
Videos	2,500	-	2,500	811
Literature, cards etc.	17,930	-	17,930	18,740
	<u>20,430</u>	<u>-</u>	<u>20,430</u>	<u>19,551</u>

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Notes to the financial statements For the year ended 31 March 2001

6. Miscellaneous income

	Unrestricted Funds £	Restricted Funds £	2001 Total Funds £	2000 Total Funds £
Conferences and AGM	23,099	-	23,099	10,907
Boots conference income	-	-	-	12,325
Advertising and exhibitions	5,020	-	5,020	3,725
Grants etc.	-	-	-	1,343
Consultancy	9,125	-	9,125	12,562
Rent	5,200	-	5,200	11,167
Other	5,895	-	5,895	2,113
	<u>48,339</u>	<u>-</u>	<u>48,339</u>	<u>54,142</u>

7. Direct charitable activities

	Unrestricted Funds £	Restricted Funds £	2001 Total Funds £	2000 Total Funds £
Staff costs (note 9)	-	98,736	98,736	134,914
Other Boots Company costs	-	13,582	13,582	12,325
Conference costs	2,551	47,649	50,200	20,318
Fund raising and publicity	-	-	-	917
Journal and newsletter	2,771	-	2,771	6,680
Travel, delegates and expenses	3,785	10,593	14,378	19,009
Literature, videos	5,078	-	5,078	3,267
Support costs:				
Establishment costs	43,351	-	43,351	15,999
Administration costs	31,564	11,690	43,254	57,168
Depreciation:				
Furniture and equipment	3,147	-	3,147	13,081
Leasehold property	8,123	-	8,123	11,939
Computer database	3,281	-	3,281	2,400
Consultancy	5,225	58,531	63,756	25,154
Arts for Everyone	-	27,382	27,382	30,400
Reggio Tour	-	22,286	22,286	113,387
	<u>108,876</u>	<u>290,449</u>	<u>399,325</u>	<u>466,958</u>

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Notes to the financial statements For the year ended 31 March 2001

8. Management and administration of the charity

	Unrestricted Funds £	Restricted Funds £	2001 Total Funds £	2000 Total Funds £
Staff costs (note 9)	10,008	-	10,008	5,351
Establishment costs	5,578	-	5,578	2,031
Auditors' remuneration				
- For audit	5,000	-	5,000	4,850
- For accounting services	17,502	-	17,502	7,507
Administration costs	-	17,131	17,131	17,234
Depreciation:				
Furniture and equipment	316	-	316	1,312
Leasehold property	322	-	322	474
	<u>38,726</u>	<u>17,131</u>	<u>55,857</u>	<u>38,759</u>

9. Staff costs and trustees (a)

	2001 £	2000 £
Salaries	92,957	114,422
Pension costs	4,666	5,815
Social security	9,037	9,387
Recruitment costs	-	1,441
Temporary staff	2,084	-
Redundancy costs	-	9,200
	<u>108,744</u>	<u>140,265</u>
	2001 No.	2000 No.
The average number of employees during the year was:		
Full time	<u>7</u>	<u>8</u>

There were no employees with emoluments amounting to more than £40,000 during the year.

- (b) None of the trustees received any remuneration. 15 (2000 : 14) trustees were reimbursed travel expenses of £3,026 (2000 : £2,386) during the year.

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Notes to the financial statements For the year ended 31 March 2001

10. Tangible fixed assets

	Computer database £	Improvements to leasehold property £	Long term leasehold Property £	Furniture and equipment £	Total £
Cost or valuation					
At 1 April 2000	12,003	45,040	88,969	46,685	192,697
Additions during the year	3,525	-	-	-	3,525
Disposals during year	-	-	(88,969)	-	(88,969)
At 31 March 2001	<u>15,528</u>	<u>45,040</u>	<u>-</u>	<u>46,685</u>	<u>107,253</u>
Depreciation					
At 1 April 2000	2,400	11,260	32,498	32,834	78,992
Provided during year	3,281	8,445	-	3,463	15,189
Released on disposals	-	-	(32,498)	-	(32,498)
At 31 March 2001	<u>5,681</u>	<u>19,705</u>	<u>-</u>	<u>36,297</u>	<u>61,683</u>
Net book value					
At 31 March 2001	<u>9,847</u>	<u>25,335</u>	<u>-</u>	<u>10,388</u>	<u>45,570</u>
At 31 March 2000	<u>9,603</u>	<u>33,780</u>	<u>56,471</u>	<u>13,851</u>	<u>113,705</u>

The net book value at 31 March 2001 represents fixed assets used for:

	Computer database £	Short term leasehold property £	Long term leasehold Property £	Furniture and equipment £	Total £
Direct charitable purposes	8,912	22,928	-	9,401	41,241
Management and administration	935	2,407	-	987	4,329
	<u>9,847</u>	<u>25,335</u>	<u>-</u>	<u>10,388</u>	<u>45,570</u>

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Notes to the financial statements For the year ended 31 March 2001

11. Fixed asset investments	Total 2001 £	Total 2000 £
Market value at 1 April 2000	14,728	14,098
Disposals at opening book value	-	-
Net (loss)/gains on revaluations arising during the year	(1,284)	630
	<u>13,444</u>	<u>14,728</u>
Cash deposits	16,543	16,490
Market value at 31 March 2001	<u>29,987</u>	<u>31,218</u>
Historical cost as at 31 March 2001	<u>23,204</u>	<u>23,151</u>
Historical gains/(losses) on disposals during the year	<u>-</u>	<u>-</u>
Analysis of investments and investment income:-		
	Income	Investments
	2001 £	2000 £
Other UK fixed interest	53	172
COIF investment fund shares	269	355
Cash deposits	5,718	7,427
Investments in subsidiary undertaking	-	-
	<u>6,040</u>	<u>7,954</u>
	<u>29,987</u>	<u>31,218</u>
12. Debtors	2001 £	2000 £
Other debtors	106,628	36,048
Prepayments - accrued income	1,551	1,400
	<u>108,179</u>	<u>37,448</u>

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Notes to the financial statements For the year ended 31 March 2001

13.	Creditors: amounts falling due within one year		2001	2000		
			£	£		
	Trade creditors		-	-		
	Other taxes and social security costs		1,560	2,991		
	Corporation tax		-	-		
	Sundry creditors and accruals		54,010	50,577		
	Mortgage: secured loan (see note 15)		-	7,848		
	Provision for losses in subsidiary undertaking		-	15,000		
			<u>55,570</u>	<u>76,416</u>		
14.	Long term finance		2001	2000		
			£	£		
	Mortgage: secured loan		-	46,532		
			<u>-</u>	<u>46,532</u>		
15.	Permanent endowment funds					
		Balance at 1 April 2000	Gains/(losses) on investments	Balance at 31 March 2001		
		£	£	£		
	Rommany Nursery School Trust	4,036	(184)	3,852		
	Oxford House Trust	10,348	(1,101)	9,247		
	Claremont Gift	436	1	437		
		<u>14,820</u>	<u>1,284</u>	<u>13,536</u>		
16.	Restricted Income Funds					
		Balance 1 April 2000	Incoming resources	Expenditure	Transfer from unrestricted funds	Balance at 31 March 2001
		£	£	£	£	£
	Department for Education and Skills	-	90,000	(90,000)	-	-
	DfES Nursery School Forum	-	60,767	(61,448)	-	(681)
	IBM UK Trust	-	12,640	(5,950)	-	6,690
	Northern Rock Foundation	-	17,250	(17,250)	-	-
	Community Fund	15,479	47,162	(43,047)	-	19,594
	Building Fund	97	3	-	-	100
	The Boots Company Project	9,498	6,500	(15,582)	(416)	-
	Esmée Fairbairn Foundation	12,017	12,000	(24,017)	-	-
	Reggio Emilia Fund	5,398	24,013	(22,286)	2,610	9,735
	The Arts Council	-	58,000	(28,000)	-	30,000
	Lilian de Lissa Memorial	1,358	47	-	-	1,405
	Mrs Enthoven Memorial	746	26	-	-	772
	Children's Nutrition	1,321	57	-	-	1,378
	Teachers' Council	5,523	189	-	-	5,712
		<u>51,437</u>	<u>328,654</u>	<u>(307,580)</u>	<u>2,194</u>	<u>74,705</u>

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Notes to the financial statements For the year ended 31 March 2001

16. Restricted income funds

The material funds are as follows:

The Community Fund grant is provided to support four regional development officers to work in England, Scotland, Wales and Northern Ireland.

The Boots Company has provided funding to raise the profile of the charity, mainly through exhibitions.

The Esmée Fairbairn grant is for the costs involved in appointing a new Chief Executive.

The Reggio Emilia Fund is to be used for the Reggio Tour in 2000/2001.

The Arts Council are providing funding over 3 years to support work in the North East of England.

17. Designated Funds	Balance 1 April 2000 £	Incoming resources £	Expenditure £	Balance at 31 March 2001 £
Branches: unrestricted funds	37,528	44,600	(43,662)	38,466

18. Analysis of net assets	Unrestricted £	Restricted £	Permanent Endowment £	2001 Total £	2000 Total £
Fixed assets	43,197	18,824	13,536	75,557	144,923
Current assets	173,864	77,694	-	251,558	170,809
Current liabilities	(33,757)	(21,813)	-	(55,570)	(76,416)
Long-term liabilities	-	-	-	-	(46,532)
Total	183,304	74,705	13,536	271,545	192,784

19. Operating lease commitments

	2001 £	Land and buildings 2000 £
Payments due within one year on lease expiring between 2 and 5 years	19,260	15,000

20. Exceptional item	2001 £	2000 £
Provision for future payments made on behalf of the subsidiary undertaking	-	15,000
Amounts owed by subsidiary undertaking written off	-	29,464
Payments made on behalf of former subsidiary undertaking	2,315	-
Charity total	2,315	44,464

THE BRITISH ASSOCIATION FOR EARLY CHILDHOOD EDUCATION

Notes to the financial statements For the year ended 31 March 2001

21. Subsidiary undertaking

During the year the subsidiary undertaking, BAECE Advisory Support and Inspection Service Limited (known as BASIS) ceased to trade and since 31 March 2001 application has been made to the Registrar of Companies for the company to be struck off.

In view of this, together with the immateriality of the activities of BASIS during the year, no accounts have been prepared for that company. Therefore no group accounts have been prepared and no comparative figures for the group in the previous year have been included in these accounts. Payments made by the company on behalf of BASIS are shown in note 20.