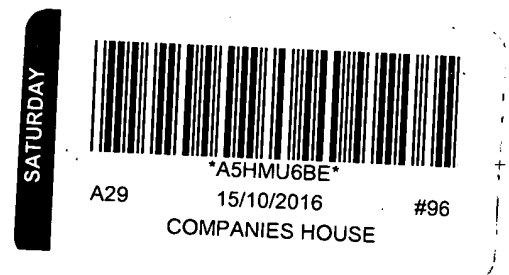


REGISTERED COMPANY NUMBER: 04479074
REGISTERED CHARITY NUMBER: 1099941

**Trustees' Report and
Audited Financial Statements for the Year Ended 31 March 2016
for
Formby Pool Trust**

Advance Audit Limited
71/73 Houghton Street
Southport
Merseyside
PR9 0PR



Formby Pool Trust

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for the Year Ended 31 March 2016**

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Formby Pool Trust

**Reference and Administrative Details
for the Year Ended 31 March 2016**

TRUSTEES

D Edwards
D Wilson
D V Pugh
C M Page
A Walker (appointed 1.3.16)
K Davies (appointed 1.4.16)
R Dawson (appointed 1.4.16)
S Crean (appointed 1.4.16)
R A Critchley (resigned 29.2.16)
R Pontefract (resigned 29.2.16)
B Hilton (resigned 12.5.16)
S F McGuire (resigned 12.5.16)
N Edwards (resigned 1.8.15)

COMPANY SECRETARY

D V Pugh

REGISTERED OFFICE

Elbow Lane
Formby
Merseyside
L37 4AB

REGISTERED COMPANY NUMBER

04479074

REGISTERED CHARITY NUMBER

1099941

AUDITORS

Advance Audit Limited
71/73 Houghton Street
Southport
Merseyside
PR9 0PR

Formby Pool Trust

Trustees' Report for the Year Ended 31 March 2016

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2016. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

In the interests of social welfare and health, The Trust operates a Leisure Centre in an urban park setting and provides a swimming pool, fitness facility and café for the use of the Formby community and the surrounding area. The Trust works in partnership with Formby Land Trust (as owners of the building) and Sefton Metropolitan Borough Council.

In setting the objectives and planning activities, the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit. The trustees have examined the major strategic and operational risks which the charity faces and confirm that systems have been established to mitigate risks.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Trust continues to operate the leisure centre to promote the health and wellbeing of the local community in line with its charitable objectives. In the period 2015-16 the Trust started to undertake more outreach and community development. This included the AGM being held in public, the development of friends of Formby Pool, contribution to the Formby Hub for older people and undertaking number of successful community events.

The trust has worked with Sefton council and Formby Land Trust to agree a 5 year business plan and secure a new 10 year lease.

FINANCIAL REVIEW

Financial position

Mirroring the continuing popularity of the Centre, income for the year again exceeded £1.0m, reaching £1.5m and showing an increase of almost 2% in the year.

Expenditure savings have been made on the budget resulting in an operating surplus of £92,287 for the year.

Reserves policy

Our policy is to maintain a reserve of at least £70k to cover one full month's operating costs. At the year end, there were free reserves of £208k. All the charity's funds are unrestricted. The level of reserves is reviewed regularly by the trustees.

FUTURE PLANS

The Trust has agreed with partners the terms of a 10 year lease to start from January. This includes agreed levels of financial subsidy for the first 5 years. This lease agreement needs to be formalised and signed.

Formby Pool Trust will take the opportunity of this new lease to review the strategic direction and in consultation with partners, customers, staff and the local community develop a new 5 year strategic plan. This will shape the activities of the Trust over the coming years.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Organisational structure

The Board of Trustees meets on a monthly basis and has overall responsibility for the management of the business. There is a scheme of delegation in place, setting out the responsibilities of the Chief Executive and the powers reserved for the Board.

Formby Pool Trust

Trustees' Report for the Year Ended 31 March 2016

STRUCTURE, GOVERNANCE AND MANAGEMENT

Decision making

A strategic plan setting out the intentions of the board over a five year period is produced supported by an annual budget which approves all income and expenditure for the coming financial year. Performance against the budget is reported to the Board on a monthly basis. Financial transactions undergo independent checks by the trustees, particularly cashflow, expenditure and income trends. Cheques are signed by one authorised signatory.

The accounts and supporting records have been reviewed by the Trust's auditors.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Formby Pool Trust for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company 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 charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Advance Audit Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 12 September 2016 and signed on its behalf by:

D Edwards

D Edwards - Trustee

Report of the Independent Auditors to the Members of Formby Pool Trust

We have audited the financial statements of Formby Pool Trust for the year ended 31 March 2016 on pages six to thirteen. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page three, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2016 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of
Formby Pool Trust**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Trustees' Report.

Advance Audit Ltd

Janice Hurst CA (Senior Statutory Auditor)
for and on behalf of Advance Audit Limited
71/73 Hoghton Street
Southport
Merseyside
PR9 0PR

Date: 12/9/2016.....

Formby Pool Trust

Statement of Financial Activities
for the Year Ended 31 March 2016

		2016 Unrestricted fund £	2015 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	2	303,728	300,221
Charitable activities	4		
Activities undertaken directly		1,247,271	1,220,413
Investment income	3	122	1,050
Total		<u>1,551,121</u>	<u>1,521,684</u>
EXPENDITURE ON			
Charitable activities	5		
Activities undertaken directly		1,458,834	1,545,520
NET INCOME/(EXPENDITURE)		92,287	(23,836)
RECONCILIATION OF FUNDS			
Total funds brought forward		116,024	139,860
TOTAL FUNDS CARRIED FORWARD		<u><u>208,311</u></u>	<u><u>116,024</u></u>

The notes form part of these financial statements

Formby Pool Trust

Balance Sheet
At 31 March 2016

	Notes	£	2016 Unrestricted fund £	2015 Total funds £
FIXED ASSETS				
Tangible assets	11		75,359	110,546
CURRENT ASSETS				
Stocks			8,969	12,742
Debtors	12		21,309	3,548
Prepayments and accrued income			4,422	13,126
Cash at bank and in hand			212,525	58,098
			<u>247,225</u>	<u>87,514</u>
CREDITORS				
Amounts falling due within one year	13		(114,273)	(82,036)
			<u>132,952</u>	<u>5,478</u>
NET CURRENT ASSETS				
			<u>208,311</u>	<u>116,024</u>
TOTAL ASSETS LESS CURRENT LIABILITIES				
			<u>208,311</u>	<u>116,024</u>
NET ASSETS				
			<u>208,311</u>	<u>116,024</u>
FUNDS	15			
Unrestricted funds			<u>208,311</u>	<u>116,024</u>
TOTAL FUNDS			<u>208,311</u>	<u>116,024</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Board of Trustees on 12 September 2016 and were signed on its behalf by:

D. Edwards

D Edwards -Trustee

David Wilson

D Wilson -Trustee

The notes form part of these financial statements

Formby Pool Trust

Notes to the Financial Statements for the Year Ended 31 March 2016

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company have been prepared in accordance with the Charities SORP (FRSSE) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015)', the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Grants are accounted for as they become receivable.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

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

Equipment - 50% on cost, 33% on cost and 25% on cost

Stocks

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

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees. There is one unrestricted fund. The charity does not have any restricted funds.

Irrecoverable vat

All VAT which can not be recovered due to partial exemption regulations is shown within the appropriate expenditure headings in the Statement of Financial Activities.

2. DONATIONS AND LEGACIES

	2016 £	2015 £
Annual Fee Sefton MBC	<u>303,728</u>	<u>300,221</u>

3. INVESTMENT INCOME

	2016 £	2015 £
Bank interest receivable	<u>122</u>	<u>1,050</u>

Formby Pool Trust

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

4. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2016 £	2015 £
Pool Income	Activities undertaken directly	931,077	906,276
Car Park Income	Activities undertaken directly	125,416	125,522
Goods for Resale	Activities undertaken directly	28,318	28,919
Café and Vending	Activities undertaken directly	155,692	152,052
Miscellaneous Income	Activities undertaken directly	6,768	7,644
		<u>1,247,271</u>	<u>1,220,413</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 6) £	Support costs (See note 7) £	Totals £
Activities undertaken directly	<u>1,454,087</u>	<u>4,747</u>	<u>1,458,834</u>

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2016 £	2015 £
Staff costs	734,996	731,323
Rates and water	43,932	38,441
Insurance	39,385	36,218
Light and heat	116,299	119,437
Telephone	3,043	3,638
Postage and stationery	5,766	10,735
Advertising	12,115	21,261
Sundries	20,009	15,431
Repairs, Maintenance and Equipment	105,760	129,648
Equipment Rental	910	1,388
Cleaning	18,993	24,774
IT Support, Hardware and Software	25,159	30,158
Security and Car Park	125,357	120,207
Provisions	86,354	86,079
Travel	1,045	1,562
Recruitment and Training	8,496	9,175
Consultancy and Professional Fees	43,090	98,088
Finance Charges	19,682	20,984
Depreciation	43,696	42,535
	<u>1,454,087</u>	<u>1,541,082</u>

7. SUPPORT COSTS

	Governance costs £
Activities undertaken directly	<u>4,747</u>

Support costs, included in the above, are as follows:

Formby Pool Trust

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

7. SUPPORT COSTS - continued

Governance costs

	2016 Activities undertaken directly £	2015 Total activities £
Auditors' remuneration	4,747	4,438

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2016 £	2015 £
Auditors' remuneration	4,747	4,438
Depreciation - owned assets	43,696	42,534

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2016 nor for the year ended 31 March 2015.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2016 nor for the year ended 31 March 2015.

10. STAFF COSTS

	2016 £	2015 £
Wages and salaries	699,173	696,936
Social security costs	35,823	34,387

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

	2016	2015
Number of full time equivalents	31	34

No employees received emoluments in excess of £60,000.

Formby Pool Trust

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

11. TANGIBLE FIXED ASSETS

	Equipment £
COST	
At 1 April 2015	221,296
Additions	8,509
	<u>229,805</u>
At 31 March 2016	<u>229,805</u>
 DEPRECIATION	
At 1 April 2015	110,750
Charge for year	43,696
	<u>154,446</u>
At 31 March 2016	<u>154,446</u>
 NET BOOK VALUE	
At 31 March 2016	<u>75,359</u>
At 31 March 2015	<u>110,546</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Trade debtors	21,309	3,214
Other debtors	-	334
	<u>21,309</u>	<u>3,548</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016 £	2015 £
Trade creditors	46,483	23,691
Taxation and social security	16,699	12,883
Other creditors	51,091	45,462
	<u>114,273</u>	<u>82,036</u>

14. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	2016 £	2015 £
Expiring:		
Within one year	1,260	-
Between one and five years	-	1,260
	<u>1,260</u>	<u>1,260</u>

Formby Pool Trust

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

15. MOVEMENT IN FUNDS

	At 1.4.15 £	Net movement in funds £	At 31.3.16 £
Unrestricted funds			
General fund	116,024	92,287	208,311
TOTAL FUNDS	<u>116,024</u>	<u>92,287</u>	<u>208,311</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,551,121	(1,458,834)	92,287
TOTAL FUNDS	<u>1,551,121</u>	<u>(1,458,834)</u>	<u>92,287</u>

Formby Pool Trust

Notes to the Financial Statements - continued for the Year Ended 31 March 2016

16. RELATED PARTY DISCLOSURES

Formby Land Trust

Formby Land Trust own the land and building within which Formby Pool Trust operates the Leisure Centre.

Formby Land Trust is party to the Operating Agreement under which the Leisure Centre is run.

Rent is payable to Formby Land Trust under the terms of the lease contained within the Operating Agreement.

There is a representative of Formby Land Trust on the Formby Pool Trust board.

Formby Pool Trust paid £8,816 (2015: £12,200) under a contract with an external provider to maintain the grounds as part of the agreement with Formby Land Trust.

During 2014, a grant of £30,000 was accrued as due to Formby Land Trust towards the redevelopment of the grounds area of the pool and leisure centre. This amount is included within creditors as it remains unpaid at the year end. Payment was made post year end.

Sefton MBC

Sefton MBC is party to the Operating Agreement under which the Leisure Centre is run.

Sefton MBC has two representatives on the Formby Pool Trust board.

Under the terms of the Operating Agreement Sefton MBC paid Formby Pool Trust an Annual Fee of £303,728 (2015: £300,221).

Formby Pool Trust paid Sefton MBC £21,080(2015: £26,289) for car park control; waste removal and security services and £19,128 (2015: £18,702) for general rates.

Annual rent of NIL (2015: £5,000) was paid to Sefton MBC under the terms of the lease.

At the year end an amount of £3,525 was due to Sefton MBC in respect of recharges.

Formby Pool Trust

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2016**

	2016 £	2015 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Annual Fee Sefton MBC	303,728	300,221
Investment income		
Bank interest receivable	122	1,050
Charitable activities		
Pool Income	931,077	906,276
Car Park Income	125,416	125,522
Goods for Resale	28,318	28,919
Café and Vending	155,692	152,052
Miscellaneous Income	6,768	7,644
	<u>1,247,271</u>	<u>1,220,413</u>
Total incoming resources	1,551,121	1,521,684
EXPENDITURE		
Charitable activities		
Wages	699,173	696,936
Social security	35,823	34,387
Rates and water	43,932	38,441
Insurance	39,385	36,218
Light and heat	116,299	119,437
Telephone	3,043	3,638
Postage and stationery	5,766	10,735
Advertising	12,115	21,261
Sundries	20,009	15,431
Repairs, Maintenance and Equipment	105,760	129,648
Equipment Rental	910	1,388
Cleaning	18,993	24,774
IT Support, Hardware and Software	25,159	30,158
Security and Car Park	125,357	120,207
Provisions	86,354	86,079
Travel	1,045	1,562
Recruitment and Training	8,496	9,175
Consultancy and Professional Fees	43,090	98,088
Finance Charges	19,682	20,984
Depreciation of tangible fixed assets	43,696	42,535
	<u>1,454,087</u>	<u>1,541,082</u>
Support costs		
Governance costs		
Auditors' remuneration	4,747	4,438
	<u>4,747</u>	<u>4,438</u>
Total resources expended	1,458,834	1,545,520

This page does not form part of the statutory financial statements

Formby Pool Trust

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2016**

	2016 £	2015 £
Net income/(expenditure)	<u>92,287</u>	<u>(23,836)</u>

This page does not form part of the statutory financial statements