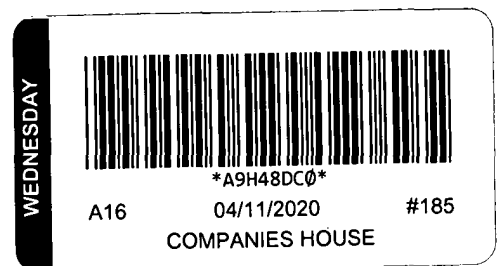


REGISTERED COMPANY NUMBER: 04479074
REGISTERED CHARITY NUMBER: 1099941

**Trustees' Report and
Audited Financial Statements for the Year Ended 31 March 2020
for
Formby Pool Trust**

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



Formby Pool Trust

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Formby Pool Trust

Reference and Administrative Details for the Year Ended 31 March 2020

TRUSTEES	D Edwards D Wilson D V Pugh C M Page A Walker R Dawson S Crean N S Killen (appointed 24.6.19)
COMPANY SECRETARY	R Dawson
REGISTERED OFFICE	Elbow Lane Formby Merseyside L37 4AB
REGISTERED COMPANY NUMBER	04479074
REGISTERED CHARITY NUMBER	1099941
AUDITORS	Advance Audit Limited Statutory Auditor 71/73 Houghton Street Southport Merseyside PR9 0PR

Formby Pool Trust (Registered number: 04479074)

Trustees' Report for the Year Ended 31 March 2020

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 2020. 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 applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Formby Pool Trust provides a swimming pool, fitness facility and café in a park setting. We aim to be at the heart of the community promoting the health, wellbeing and welfare of local people through the work we do. 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

2019/20 was the third year's implementation of the five-year strategic plan 2017-22 with significant growth and development of the facility and services provided in line with this plan. These include:

- Opening the new extended gym in April 2019 with increased functional training facilities
- Opening of fitness studio in June 2019 with expansion of the range of fitness classes over the following months from 20 to a total of 80 classes per week in response to rising demand.
- A 35% increase in membership (417 additional members from January 2018 to January 2019). The 5 month period following the studio opening exceeded the agreed five-year target for growth.
- Building of a creative play area which opened in February 2020.
- Expansion of the car park with a simpler payment system using automatic numbering recognition system
- Increased opening times in May 2019 with services starting from 6.30 a.m.
- Extension of the swim academy with more pool time and maintaining the swim school with slightly reduced attendance of 1725 children per week participating.
- Maintenance of good training participation, low sickness absence and good employee engagement, along with robust risk management systems.
- Improvement in energy usage and costs as a result of investment in previous years (12-14%). The benchmark Display Energy Certificate improved from a C67 rating in 2016 to a B30 rating in 2019.
- Developing plans to become carbon neutral, building on the successes of environmental sustainability measures implemented over previous years.
- Hosting community events such as Formby Live, Nativity, Easter Passion play and Formby Hub events to ensure that the Trust continues to be at the heart of the local community.

The building extension has been very well received by members, staff and the local community and enabled significant development in services. It also enabled the growth in business and a positive financial position at year end. Promotions including the 12 days of Christmas and the January sign up with 6 weeks free played a significant part in increasing membership and enabled the Trust to offer more services to the local community.

The increased membership and sound financial position and reserves enabled the Trust to make some investments within the year. This included new gym equipment for the expanded gym, lighting and sound for the new studio. The Trust invested in a new outdoor creative play area in February which was developed with significant input of time and energy from the management and maintenance teams. This play area has been very well received by families locally and brought new life and interest in the pool gardens. The Trust undertook a number of community events including Formby Live, a live music weekend festival and hosted outdoor plays in partnership with local Churches Together organisation. These events have contributed to the cultural and social life of the local area. The Friends of Formby pool have continued to meet and the Trust has contributed to tackling social isolation as part of the Formby Hub.

Formby Pool Trust (Registered number: 04479074)

Trustees' Report for the Year Ended 31 March 2020

The partnership with Sefton Council and Formby Land Trust has continued to be strong over the year with agreement on the use of surpluses and the development of investment plans for the future. A number of lifecycle replacements that have ensured the quality of the building fabric.

Staff training and development has continued this year with strong management and staff teams. Trustees took the opportunity to thank the staff members for their work during the building and expansion processes with a social event in October 2019 which strengthened relationships between staff and Trustees.

The centre closed temporarily in March 2020 as directed by the Government response to the Covid 19 pandemic and memberships were frozen. The Trust took steps to ensure that staff were protected by topping up the furloughed and to 100% of salary for contracted staff and also providing payments for subcontracted fitness instructors to enable them to be financially sustainable throughout the lockdown period.

Throughout the year Formby Pool Trust has continued to work to improve the health, wellbeing and life of people who use the facility and the local community. In addition to the successful exercise on prescription programme the trust received a one-year grant to increase access to leisure and exercise for people who would not otherwise be able to exercise due to illness, disability or infirmity. This personal trainer service has been invaluable and had a major impact on the lives of individuals and families.

FINANCIAL REVIEW

Financial review

Income for the year exceeded budget with an operating surplus of £58,748 after costs and investments. This surplus is despite increased depreciation costs and the reduction in income in March due to the pandemic lockdown. Proactive financial management enabled the Trust to develop the creative play area and to expand the services offered by the Trust.

Reserves policy

The Trust has increased the reserves over the past two years and finished the year with healthy reserves of £464,460. The Trust regularly reviews the reserves to ensure financial stability and ensure they are adequate to fulfil our continuing obligations. Using the Government's job retention scheme and business interruption loans the Trust has taken steps to maintain reserves in this uncertain period of the Covid 19 pandemic and ensure both members and staff are protected.

FUTURE PLANS

In December 2019 the Trust developed investment options to improve services, expand services and become more environmentally sustainable. These plans have been put on hold until the financial impact of the Covid 19 pandemic is known. The Board has taken steps during this time of pandemic to monitor and proactively manage the financial impact of the pandemic to ensure continuity welfare of staff and the sustainability of the Trust.

During the year one trustee resigned from the board due to other commitments and the trust is in the process of recruiting a replacement Trustee.

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 bimonthly 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. The board has nominees from partner organisation and welcomes internal and external challenge. We are continually reviewing and looking at how we can improve what we do, how we do it and to increase benefit to members, staff and the local community.

Formby Pool Trust (Registered number: 04479074)

Trustees' Report for the Year Ended 31 March 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Decision making

The Trust has a strategic plan and budget setting out the intentions of the board over a five-year period. This was reviewed in December 2019 and considerable progress against this strategy noted. This is supported by an annual delivery plan and annual budget which approves all income and expenditure for the coming financial year. Performance against the plan and budget is reported to the Board on a bi-monthly basis. Trustee oversight and involvement in governance is strong and accountability is clear within the revised management structure. A number of subcommittees provide assurance to the board on the detailed work. Performance is also reported to a partnership board and scrutinised on a six-monthly basis. There have been no serious incidents.

Financial transactions undergo independent checks by the trustees, particularly cash-flow, expenditure and income trends. Cheques are signed by one authorised signatory. The accounts and supporting records have been reviewed by the Trust's auditors.

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.

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

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) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

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.

Formby Pool Trust (Registered number: 04479074)

**Trustees' Report
for the Year Ended 31 March 2020**

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

Approved by order of the board of trustees on 6 October 2020 and signed on its behalf by:

D. Edwards

D Edwards - Trustee

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

Opinion

We have audited the financial statements of Formby Pool Trust (the 'charitable company') for the year ended 31 March 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

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 2020 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

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

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

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 take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the trustees' Report.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, 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, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

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.



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

Date: 6/10/2020

Formby Pool Trust

Statement of Financial Activities for the Year Ended 31 March 2020

	Notes	2020 Unrestricted funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	2	152,739	175,735
Charitable activities	4		
Activities undertaken directly		1,411,153	1,347,746
Investment income	3	653	421
Total		<u>1,564,545</u>	<u>1,523,902</u>
EXPENDITURE ON			
Charitable activities	5		
Activities undertaken directly		1,505,797	1,443,671
NET INCOME		<u>58,748</u>	<u>80,231</u>
RECONCILIATION OF FUNDS			
Total funds brought forward		405,712	325,481
TOTAL FUNDS CARRIED FORWARD		<u><u>464,460</u></u>	<u><u>405,712</u></u>

The notes form part of these financial statements

Formby Pool Trust (Registered number: 04479074)

**Balance Sheet
31 March 2020**

	Notes	2020 Unrestricted funds £	2019 Total funds £
FIXED ASSETS			
Tangible assets	11	215,830	134,267
CURRENT ASSETS			
Stocks	12	3,379	5,352
Debtors	13	23,021	3,568
Cash at bank and in hand		326,196	363,230
		<u>352,596</u>	<u>372,150</u>
CREDITORS			
Amounts falling due within one year	14	(96,801)	(100,705)
		<u>255,795</u>	<u>271,445</u>
NET CURRENT ASSETS			
TOTAL ASSETS LESS CURRENT LIABILITIES		471,625	405,712
CREDITORS			
Amounts falling due after more than one year	15	(7,165)	-
		<u>464,460</u>	<u>405,712</u>
NET ASSETS			
FUNDS	17		
Unrestricted funds		464,460	405,712
TOTAL FUNDS		<u>464,460</u>	<u>405,712</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 6 October 2020 and were signed on its behalf by:

D. Edwards
D Edwards - Trustee

D Wilson - Trustee *David Wilson*

Formby Pool Trust

Cash Flow Statement for the Year Ended 31 March 2020

	Notes	2020 £	2019 £
Cash flows from operating activities			
Cash generated from operations	1	84,192	137,633
Net cash provided by operating activities		<u>84,192</u>	<u>137,633</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(138,151)	(55,967)
Interest received		653	421
Net cash used in investing activities		<u>(137,498)</u>	<u>(55,546)</u>
Cash flows from financing activities			
New loans in year		21,646	-
Capital repayments in year		(5,374)	-
Net cash provided by financing activities		<u>16,272</u>	<u>-</u>
Change in cash and cash equivalents in the reporting period		<u>(37,034)</u>	<u>82,087</u>
Cash and cash equivalents at the beginning of the reporting period		<u>363,230</u>	<u>281,143</u>
Cash and cash equivalents at the end of the reporting period		<u><u>326,196</u></u>	<u><u>363,230</u></u>

The notes form part of these financial statements

Formby Pool Trust

Notes to the Cash Flow Statement for the Year Ended 31 March 2020

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020 £	2019 £
Net income for the reporting period (as per the Statement of Financial Activities)	58,748	80,231
Adjustments for:		
Depreciation charges	56,588	35,806
Interest received	(653)	(421)
Decrease in stocks	1,973	366
(Increase)/decrease in debtors	(19,453)	16,439
(Decrease)/increase in creditors	(13,011)	5,212
Net cash provided by operations	<u>84,192</u>	<u>137,633</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.19 £	Cash flow £	At 31.3.20 £
Net cash			
Cash at bank and in hand	363,230	(37,034)	326,196
	<u>363,230</u>	<u>(37,034)</u>	<u>326,196</u>
Debt			
Finance leases	-	(16,272)	(16,272)
	-	<u>(16,272)</u>	<u>(16,272)</u>
Total	<u>363,230</u>	<u>(53,306)</u>	<u>309,924</u>

Formby Pool Trust

Notes to the Financial Statements for the Year Ended 31 March 2020

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Company status

The charity is a company limited by guarantee. The members of the company are the trustees named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

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

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

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

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

Impairment of fixed assets

At each reporting period end date, the charity reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted. If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Formby Pool Trust

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

Stocks

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

Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks.

Financial Instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

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.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of the designated fund is set out in the notes to the financial statements.

The charity does not have any restricted funds.

Retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Employee benefits

The costs of short-term employee benefits are recognised as a liability and an expense, unless those costs are required to be recognised as part of the cost of stock or fixed assets.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

Formby Pool Trust

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

1. ACCOUNTING POLICIES - continued

Judgements and key sources of estimation uncertainty

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The trustees do not believe that there are any estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities.

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

	2020 £	2019 £
Donations	2,265	-
Annual Fee Sefton MBC	150,474	175,735
	<u>152,739</u>	<u>175,735</u>

3. INVESTMENT INCOME

	2020 £	2019 £
Bank interest receivable	653	421
	<u>653</u>	<u>421</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	2020 £	2019 £
Pool Income	1,152,614	1,064,497
Car Park Income	93,095	128,238
Goods for Resale	26,666	24,864
Café and Events	123,694	130,337
Miscellaneous Income	15,084	(190)
	<u>1,411,153</u>	<u>1,347,746</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 6) £	Support costs (see note 7) £	Totals £
Activities undertaken directly	<u>1,500,450</u>	<u>5,347</u>	<u>1,505,797</u>

Formby Pool Trust

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2020 £	2019 £
Staff costs	845,095	808,318
Rates and water	31,980	39,930
Insurance	46,555	42,250
Light and heat	75,133	70,956
Telephone	3,103	3,212
Postage and stationery	8,051	7,086
Advertising	11,697	9,452
Sundries	25,607	21,231
Repairs, Maintenance and Equipment	122,249	95,028
Equipment Rental	2,000	3,315
Cleaning	20,939	19,634
IT Support, Hardware and Software	37,300	31,943
Car Park	92,481	123,033
Provisions	62,147	66,366
Travel	1,473	1,914
Recruitment and Training	3,799	11,862
Consultancy and Professional Fees	17,744	13,384
Finance Charges	23,994	21,684
Security	12,515	12,080
Depreciation	56,588	35,806
	<u>1,500,450</u>	<u>1,438,484</u>

7. SUPPORT COSTS

	Governance costs £
Activities undertaken directly	<u>5,347</u>

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

Governance costs

	2020 Activities undertaken directly £	2019 Total activities £
Auditors' remuneration	<u>5,347</u>	<u>5,187</u>

8. NET INCOME/(EXPENDITURE)

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

	2020 £	2019 £
Auditors' remuneration	5,347	5,187
Depreciation - owned assets	<u>56,588</u>	<u>35,805</u>

Formby Pool Trust

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2020 nor for the year ended 31 March 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2020 nor for the year ended 31 March 2019.

10. STAFF COSTS

	2020	2019
	£	£
Wages and salaries	801,570	771,598
Social security costs	32,948	29,985
Other pension costs	10,577	6,735
	<u>845,095</u>	<u>808,318</u>

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

	2020	2019
Pool and Cafe	52	61
Maintenance	2	2
Admin	10	11
Management	7	6
	<u>71</u>	<u>80</u>

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

11. TANGIBLE FIXED ASSETS

	Equipment £
COST	
At 1 April 2019	413,951
Additions	138,151
At 31 March 2020	<u>552,102</u>
DEPRECIATION	
At 1 April 2019	279,684
Charge for year	56,588
At 31 March 2020	<u>336,272</u>
NET BOOK VALUE	
At 31 March 2020	<u>215,830</u>
At 31 March 2019	<u>134,267</u>

Formby Pool Trust

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

12. STOCKS

	2020	2019
	£	£
Stocks	3,379	5,352

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Trade debtors	2,288	924
Other debtors	15,172	-
Prepayments and accrued income	5,561	2,644
	<u>23,021</u>	<u>3,568</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Hire purchase (see note 16)	9,107	-
Trade creditors	35,187	58,837
Social security and other taxes	20,433	9,058
VAT	6,244	10,391
Other creditors	5,490	3,307
Accruals and deferred income	20,340	19,112
	<u>96,801</u>	<u>100,705</u>

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

	2020	2019
	£	£
Hire purchase contracts (see note 16)	7,165	-

16. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

	Hire purchase contracts	
	2020	2019
	£	£
Net obligations repayable:		
Within one year	9,107	-
Between one and five years	7,165	-
	<u>16,272</u>	<u>-</u>
	Non-cancellable operating leases	
	2020	2019
	£	£
Within one year	1,032	1,032
Between one and five years	774	1,806
	<u>1,806</u>	<u>2,838</u>

Formby Pool Trust

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

17. MOVEMENT IN FUNDS

	At 01.04.19 £	Net movement in funds £	Capital expenditure paid out of development fund £	Transfers between funds £	At 31.03.20 £
Unrestricted funds					
General fund	365,597	58,748	40,115	(29,374)	435,086
Development fund	40,115	-	(40,115)	29,374	29,374
TOTAL FUNDS	405,712	58,748	-	-	464,460

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,562,280	(1,503,532)	58,748
TOTAL FUNDS	1,562,280	(1,503,532)	58,748

Comparatives for movement in funds

	At 01.04.18 £	Net movement in funds £	Capital expenditure paid out of development fund £	Transfers between funds £	At 31.03.19 £
Unrestricted funds					
General fund	291,892	80,231	33,589	(40,115)	365,597
Development fund	33,589	-	(33,589)	40,115	40,115
TOTAL FUNDS	325,481	80,231-	-	-	405,712

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,523,902	(1,443,671)	80,231
TOTAL FUNDS	1,523,902	(1,443,671)	80,231

Transfers between funds

As part of the operating agreement between Formby Pool Trust, Formby Land Trust and Sefton MBC, a designated development fund was established.

From the year ended 31 March 2018 onwards, 50% of surpluses generated by Formby Pool Trust are transferred to the Development Fund to be used for developments to the facilities or services as agreed by the partnership board.

Formby Pool Trust

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

17. MOVEMENT IN FUNDS - continued

Transfers between funds - continued

During the 2019/20 financial year Formby Pool Trust have purchased new gym equipment during the year which has been expended from the Development Fund.

18. RELATED PARTY DISCLOSURES

Formby Pool Trust are part of a tri-party agreement together with Formby Land Trust and Sefton MBC to enable the operation of the leisure centre.

Formby Land Trust own the land and building within which Formby Pool Trust operates the leisure centre.

The land and building are leased under the terms of a lease contained within the Operating Agreement and there is a representative of Formby Land Trust on the Formby Pool Trust board of trustees. No rent was paid during the year (2019: NIL).

Sefton MBC provide Formby Pool Trust with an annual fee contribution towards the operation of the leisure centre. Sefton MBC also contribute towards a Sinking Fund which is accessed for LifeCycle maintenance and building requirements at the leisure centre. There are two representatives of Sefton MBC on the Formby Pool Trust board of trustees.

During the 2017 year end the operating agreement was renewed with Sefton MBC and a new ten year lease was agreed and signed. The annual fee contribution has been agreed which provides a financial subsidy linked with RPI.

As part of the terms of the Sefton MBC operating agreement, Formby Pool Trust have allocated 50% of the surplus generated into a designated development fund within their accounts to finance development opportunities agreed by the partnership.

Formby Pool Trust received an Annual Fee contribution from Sefton MBC of £150,474 (2019: £175,735) under the terms of the Operating Agreement and £26,874 (2019: £5,804) was received from Sefton MBC in relation to LifeCycle works paid for out of the Sinking Fund. At the year end an amount of £5,169 (2019: NIL) was due from Sefton Council in respect of LifeCycle works.

Formby Pool Trust paid Sefton MBC £25,574 (2019: £26,264) for car park control, waste removal and security services and £19,393 (2019: £18,471) for general rates. The year end an amount of £137 (2019:) £2,828) was due to Sefton MBC in respect of the above recharges.

19. POST BALANCE SHEET EVENTS

The accounts show a net asset position at 31 March 2020. The board of trustees have reviewed the current performance and prepared forecasts alongside setting achievable budgets for the next 12 months.

The realisation of these forecasts may be affected by a number of factors outside their control affecting the charity and the UK economy as a result of the Covid-19 pandemic. However, the trustees have implemented measures, including support recommended by the Government, to mitigate a reduction in income, and are confident of the ongoing support of the members, on which they are dependent, during this time.

Management and the trustees are continuously assessing the impact of the Covid-19 pandemic on the Charity and are reacting and adapting to ever changing working circumstances.

Further measures will be considered and taken by the trustees, to ensure that the Charity has adequate resources to continue it's operations for the foreseeable future, once the full extent of the impact of the Covid-19 pandemic becomes clearer.

Formby Pool Trust

Notes to the Financial Statements - continued for the Year Ended 31 March 2020

19. POST BALANCE SHEET EVENTS - continued

For these reasons, they continue to adopt the going concern basis in preparing the financial statements. The financial statements do not include any adjustments that would result from the basis of preparation being inappropriate.