

Charity Registration No. 1074808

Company Registration No. 03531443 (England and Wales)

TAMESIDE SPORTS TRUST
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021



TAMESIDE SPORTS TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Jon Keating Martin Nield Chris Easton Daniel Clark Jacqueline Moores Julian Sexton David Wadsworth Denise Ward Michaela Bowker	(Appointed 1 August 2020) (Appointed 29 September 2021)
Secretary	David Weakley	
Charity number	1074808	
Company number	03531443	
Registered office	Ken Ward Sports Centre Hattersley Road East Hattersley Hyde Cheshire SK14 3NL	
Auditor	Chadwick & Company (Manchester) Limited Chartered Accountants Statutory Auditors Capital House 272 Manchester Road Droylsden Manchester M43 6PW	
Bankers	The Co-operative Bank Plc 1 Market Place Ashton-under-Lyne Lancashire OL6 6DL	
Solicitors	Pannone & Partners 23 Deansgate Manchester M3 2BU	

TAMESIDE SPORTS TRUST

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TAMESIDE SPORTS TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) FOR THE YEAR ENDED 31 MARCH 2021

The directors present their report and accounts for the year ended 31 March 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Trust's Articles of Association, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2019).

Structure, governance and management

Tameside Sports Trust (the Trust) is a company limited by guarantee and governed by its Articles of Association adopted on 21 November 2018. It is registered as a charity with the Charity Commission. Each director has a liability limited to £10 each in the event of the winding up of the charity. The Board has adopted the 2016 Code for Sports Governance produced by Sport England and Sport UK. The trustees have delegated the day to day management to the chief executive officer Chris Rushton.

The directors who are also the trustees for the purpose of company law and who served during the year were:

John Taylor	(Resigned 31 July 2020)
Jon Keating	
Eddie Thornton-Chan	(Resigned 14 July 2021)
Martin Nield	
Chris Easton	
Daniel Clark	
Jacqueline Moores	
Julian Sexton	
David Wadsworth	
Denise Ward	(Appointed 1 August 2020)
Michaela Bowker	(Appointed 29 September 2021)

Recruitment and appointment of new Directors

The Board consists of no less than three and no more than eleven directors of which up to two can be nominated by Tameside Metropolitan Borough Council. The remaining directors are appointed from within the local community by a process of advertisement, application and interview. Each director would expect to serve for three years before reselection or retirement.

Induction and training of new Directors

New Directors are given an induction summarising the activities of the Trust, the role of the directors, an organisation chart, board meeting procedures and contact details. All new directors provide a signed declaration confirming the director understands their responsibilities and obligations as a director.

Board meetings

The directors meet every two months. Ad-hoc groups are organised as and when required for unique considerations.

TAMESIDE SPORTS TRUST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 MARCH 2021

Related parties

The Trust has a close relationship with Tameside Metropolitan Borough Council (The Council) for whom it manages the Borough's sports and leisure facilities and a selection of secondary school sports halls to deliver their community use function. Council facilities include Active Copley, Active Medlock, Active Ashton, Active Hyde, i-Train, Tameside Wellness Centre Denton, Active Etherow, Active Ken Ward, Active Oxford Park and Total Adrenaline. The facilities consist of six swimming pools, one of which, Hyde, is a bespoke leisure pool, and four state of the art gyms and dance studios. In addition, Ken Ward Sports Centre and Oxford Park provide a further two gyms and two dance studios.

There is currently one council nominated director who is also Chair of the Board. In addition, the Chief Executive of the Sports Trust has regular meetings with the Assistant Director of Public Health.

The Trust has an agreement with the Council to operate the Council's sports facilities and deliver sports activities, the outcomes of which are determined by a number of agreed partnership objectives.

The Trust has an agreement with Copley High School for the provision of sports facilities at Active Copley. Copley High School is part of Great Academies Education Trust (GAET).

Objectives and achievements

The Trust's objectives and principal activities, as contained in its Articles of Association are:

"To provide or assist in the provision of facilities for recreation or other leisure time occupation for the general public or in connection with the Tameside Metropolitan Borough and its surrounding areas (and such areas as the Trustees determine from time to time) in the interest of social welfare."

TAMESIDE SPORTS TRUST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 MARCH 2021

Almost every aspect of Active Tameside's performance during the financial year 2020/21 was a manifestation of the impact of the pandemic on the community as a whole and on TMBC as the organisation's primary stakeholder in particular.

However, a number of key dynamics shine a light on the resolve, resilience and productivity of the entire team in the face of unprecedented adversity for which there was no 'playbook':

- The business survived the existential crisis in its pre-pandemic guise as an independent charitable trust – many other comparable organisations did not with in-sourcing being a growing trend.
- All contracted employees retained their position within the company and were paid at 100% throughout the year.
- The combination of the Job Retention Scheme in all its guises, insurance payments and the suspension of Prudential borrowing obligations as well as high levels of customer intimacy ensured that Active Tameside not only survived but hit budget.

Underneath the economic headlines were a multitude of interventions and initiatives that shored up the position of Active Tameside as one of total integrity with regard to its Mission, Vision, Values and Ethos.

In the first instance, large swathes of the business remained open even at the height of the pandemic and associated lockdown:

- PE in schools for both vulnerable children and the children of key workers was delivered by the Active Education team
- The Everybody Can team continued to provide adult social care services out of Active Medlock in particular
- The Live Active Team continued to support those with long term conditions both digitally and in appropriate outdoor spaces

Over the Christmas period, 750 meals were delivered to vulnerable families via the Great Active Takeaway initiative by the team as a whole on a voluntary basis and this was a pre-cursor to what would become the extraordinarily successful Fuel4Fun programme – funded by the DFE to the tune of some £1.3m and intrinsically linked to the campaigning of Marcus Rashford MBE. During the course of summer 2021, Fuel4Fun supported over 6,000 of the 10,000 Tameside families deemed to be in need of targeted intervention (the national average is 22% penetration).

It's also the case that the Active Tameside estate was at the forefront of the GM leading vaccination programme on the basis that we were able to 'turn on a sixpence' in operational terms in order to re-purpose various spaces and car parks in particular.

There can be no doubting the fact that the sheer volatility of the year in its entirety posed a grave threat to the mental health of the workforce with furlough being something of a double-edged sword in terms of the balance between security and anxiety. Reassuringly however, the latest WeThrive staff engagement survey shows that mental health related metrics are better emerging from the pandemic than they were entering it.

Looking forward, the recovery of commercial revenue streams continues apace and it is anticipated that these will be at least equal to pre-pandemic levels by March of 2022 at the latest ensuring that budgetary targets for 2021/22 will be met. Nevertheless, pent up wage and utility cost pressures mean that challenging dialogue around the management fee for 2022/23 are inevitable.

Risk management

The major risks to which the charity is exposed, as identified by the directors, have been reviewed and systems have been established to mitigate those risks.

TAMESIDE SPORTS TRUST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 MARCH 2021

Strategic report

The description under the heading "Financial review" meets the company law requirements for the trustees to present a strategic report.

Public Benefit

The Trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance by the Charity Commission for England and Wales.

Financial review

The financial statements have been prepared on a going concern basis, which presumes that the Trust will continue to receive financial support from the Council by means of a management fee. The management fee from the Council including the health contribution has been settled at £1,077,000 for 2020/21. For the year 2021/22 the agreed fee is £927,000 with a further fee of £770,000 available if necessary and also a loan facility of £500,000 if needed.

To supplement the provision of high quality leisure facilities the Trust remains committed to developing a high quality service. The Trust is working with partner organisations to introduce cost effective, fit for purpose, peer quality assurance processes.

Reserves policy

It is the aim of the Directors to build up unrestricted reserves to cover a reasonable level of future management, administration and support costs. Due to the Covid-19 Pandemic in the year, the Directors have not included an annual contribution for 2020/2021 but remain committed to developing a reserve policy to support the medium-term financial strategy.

The next full actuarial valuation of the Greater Manchester Pension Fund is due as at 31st March 2022. The latest FRS 102 valuation has seen a substantial increase in liabilities due to changes in the discount rate and CPI/RPI, this was only partially offset by increases in Asset values. This has resulted in increasing the pension fund liability to a deficit of £5,513,00 as of 31st March 2021 (£1,768,000 as of 31 March 2020).

The Restricted Reserve of £1,833,513 represents the balance of the football pitch grant, the fitness suite at Oxford Park Community Centre, the funding received for the new sprung floor at the gymnastics centre, the development programs at Ashton Pools, Copley Leisure Centre and Hyde Leisure Pool, the fitness suite at the Ken Ward Centre the iTrain centre and the new Tameside Wellness Centre.

Principal funding sources

The Charity's trading income was hugely impacted by Covid 19 with trading income dropping to £3,747,769. However, a combination of Furlough scheme, insurance, rate support grants and DCMS funding contributed a further £4,938,204 and adding the management fee of £1,077,000 gave a total of £9,762,973 of income from Charitable Activities. For the year 21/22 the management fee has been agreed at an annual value of £927,000.

Investment policy

The Trust does not at this stage in its development consider it necessary to have a formal investment policy. Since its formation all surplus monies have been invested on our behalf through the Trust's bankers who have provided us with access to an interest bearing Reserve Account.

TAMESIDE SPORTS TRUST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 MARCH 2021

Employee Involvement - Staff

Tameside Sports Trust operates an all-inclusive equal opportunities and diversity policy in relation to employment applications.

The Trust is striving to be an effective Equal Opportunities Employer. The purpose of this policy is to provide opportunities to all in employment irrespective of gender, race, ethnic origin, disabilities, age, nationality, national origin, sexuality, religion, marital status and social class. We oppose all forms of unlawful and unfair discrimination.

The Trust is committed to the ongoing development and training of all its employees who it considers to be its most valuable asset. As such an employee who becomes disabled will be provided with any necessary training to ensure their continued employment within the Trust. The Trust has a comprehensive staff review procedure which ensures that the training requirements and the career development of all its employees is considered and as such, is an Investor in People accredited organisation.

The Trust produces a newsletter which is distributed to every member of staff which includes information relating to the performance of the organisation and also any information and "news" items that may be considered relevant to the staff. The Senior Leadership Teams also holds a number of "Roadshows" each year to enable all employees to be briefed in person and have the opportunity to ask questions.

Future Developments

Due to the ongoing impact of Covid 19, the focus for 21/22 is building back income streams to pre-pandemic levels. As well as the usual management fee, Tameside Metropolitan Borough Council has agreed the additional support referred to earlier of a supplementary management fee and a loan that will enable the Trust to meet its ongoing obligations.

Principal risks and uncertainties

The Trust continues to receive funding from Tameside Metropolitan Borough Council by way of a management charge. Any reduction in the future level of funding could impact the services provided by the Trust. TMBC is also the biggest single creditor excluding the Local Government Pension Scheme. Clearly the biggest uncertainty as referred to above is the ongoing impact of Covid 19. With the support measures outlined above, the trust believes it will remain solvent.

Pension Deficit

The directors recognise the impact of the deficit accruing upon actuarial valuation. Whilst of the view that the deficit would only crystallise upon failure of the company, it notes that FRS 102 valuation did result in an increase to the net deficit. To reduce the employer contribution rate over the next 3 years, the Trust remains in a "pooling" with Tameside Council which has fixed the employer contribution rate at 21.0% for a further 2 years. This is a historically low rate for the Trust.

As noted above, the accounts have been prepared to comply with accounting requirements around FRS102. However, this year the directors also felt it would give a clearer view of the trading position of the company if a supplementary statement of financial activities and balance sheet were shown that excluded FRS102 requirement to include the pension scheme deficit. This is shown on page 32. Whilst this does not form part of the statutory accounts, it does show the balance sheet is in surplus without the inclusion of the pension deficit.

TAMESIDE SPORTS TRUST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT)

FOR THE YEAR ENDED 31 MARCH 2021

Going Concern

The directors have very carefully considered their obligations to prepare these financial statements on an appropriate basis, having specific regard to the charity's net liability position within unrestricted funds as of 31 March 2021. The net liability position is as a result of the inclusion of the pension scheme deficit mentioned above and has increased from £389,955 at 31st March 2020 to £4,474,178 at 31st March 2021.

The directors recognise the extent to which the company has relied, and continues to rely on support from Tameside MBC, and are aware of the agreed funding schedule received from the council. Whilst no management fee has yet been agreed for 22/23 the Council has demonstrated its commitment to Active Tameside throughout the pandemic and continues to express that support. The directors, advised by the executive, will continue, in 2021/22, to explore opportunities in order to maintain the viability of the company including working closely with our key partner, Tameside Metropolitan Borough Council, who as well as being the biggest single funder are also the biggest creditor.

After making enquiries and considering the issues described above, the directors have a reasonable expectation that the Trust has adequate resources to continue in operational existence for the foreseeable future. For these reasons they continue to adopt the going concern basis of accounting in preparing these financial statements.

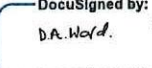
Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

Auditor

A resolution proposing that Chadwick & Company (Manchester) Limited be reappointed as auditors will be put to the members.

On behalf of the board of Directors


DocuSigned by:
D. A. Ward
Denise Ward
C:\AD\5000CE7486...
Director
Dated: 24 November 2021

TAMESIDE SPORTS TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2021

The trustees, who are also the directors of Tameside Sports Trust for the purpose 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 trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the trust and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the trust will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the trust and enable them to ensure that financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

TAMESIDE SPORTS TRUST

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF TAMESIDE SPORTS TRUST

Opinion

We have audited the financial statements of Tameside Sports Trust ('the trust') for the year ended 31 March 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the 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, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

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 2021 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 *Auditor's responsibilities for the audit of the accounts* section of our report.

We are independent of the trust in accordance with the ethical requirements that are relevant to our audit of the accounts 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the the trust's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

TAMESIDE SPORTS TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF TAMESIDE SPORTS TRUST

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which includes the directors' report and the strategic report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report included within the trustees' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the trust and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which 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.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the trust for the purpose 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 trust'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.

Auditor's 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 an auditor's report 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 is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

TAMESIDE SPORTS TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF TAMESIDE SPORTS TRUST

We considered and updated our knowledge of the company's specific industry and its regulatory environment, and reviewed the company's documentation surrounding the policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management about their own identification and assessment of the risks of irregularities. Based on this understanding, we identified and assessed the risks of material misstatement in the financial statements and designed and performed audit procedures in response to those risks.

We identified the key laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements, the most significant of these is the UK Companies Act 2006. We also gained knowledge of the legal and regulatory frameworks which do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

Audit response to risks identified

The audit engagement team were made aware of the potential opportunities and incentives that may exist within the company for fraudulent activity and how and where fraud might occur or be concealed within the financial statements.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override of controls. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other manual adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, we designed procedures which included:

- enquiring of management and those charged with governance concerning actual and potential litigation and claims and any known instances of non-compliance with laws and regulations;
- reviewing minutes of meetings of those charged with governance;
- assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the company through enquiry or inspection;
- reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- performing detailed audit work on areas identified as being susceptible to management bias and override of controls, such as provisions, estimates and journal entries, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of bias;
- performing analytical procedures to identify any unusual relationships that may indicate a risk of material misstatement due to fraud.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

TAMESIDE SPORTS TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF TAMESIDE SPORTS TRUST

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.



**Tracey Connor BSc FCA (Senior Statutory Auditor)
for and on behalf of Chadwick & Company (Manchester) Limited**

Chartered Accountants
Statutory Auditor
Capital House
272 Manchester Road
Droylsden
Manchester
M43 6PW

24 November 2021

TAMESIDE SPORTS TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
Income from:					
Charitable activities	3	9,762,973	-	9,762,973	12,823,055
Investments	4	476,000	-	476,000	499,000
Total Income		10,238,973	-	10,238,973	13,322,055
Expenditure on:					
Charitable activities	5	10,189,383	634,813	10,824,196	13,223,169
Net income/(expenditure) for the year/ Net incoming/(outgoing) resources		49,590	(634,813)	(585,223)	98,886
Other recognised gains and losses					
Actuarial (loss)/gain on defined benefit pension schemes		(3,499,000)	-	(3,499,000)	930,000
Net movement in funds		(3,449,410)	(634,813)	(4,084,223)	1,028,886
Fund balances at 1 April 2020		(2,858,281)	2,468,326	(389,955)	(1,418,841)
Fund balances at 31 March 2021		(6,307,691)	1,833,513	(4,474,178)	(389,955)

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

TAMESIDE SPORTS TRUST

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	10		3,437,308		4,811,116
Current assets					
Stocks	11	15,025		20,035	
Debtors	12	1,097,398		725,138	
Cash at bank and in hand		877,855		395,788	
		1,990,278		1,140,961	
Creditors: amounts falling due within one year	13	(1,538,559)		(1,777,859)	
Net current assets/(liabilities)			451,719		(636,898)
Total assets less current liabilities			3,889,027		4,174,218
Creditors: amounts falling due after more than one year	14		(2,850,205)		(2,796,173)
Provisions for liabilities	16		(5,513,000)		(1,768,000)
Net liabilities			(4,474,178)		(389,955)
Income funds					
Restricted funds					
Tangible assets		1,833,513		2,468,326	
	18		1,833,513		2,468,326
Unrestricted funds			(6,307,691)		(2,858,281)
			(4,474,178)		(389,955)

The accounts were approved by the Trustees on 24 November 2021

DocuSigned by:
D.A. Ward.
C4AD55089CE7486...
Denise Ward
Trustee

Company Registration No. 03531443

TAMESIDE SPORTS TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash generated from operations	22		406,332		1,391,239
Investing activities					
Purchase of tangible fixed assets		(14,395)		(1,042,401)	
Net cash used in investing activities			(14,395)		(1,042,401)
Financing activities					
Repayment of borrowings		90,130		107,711	
Net cash generated from financing activities			90,130		107,711
Net increase in cash and cash equivalents			482,067		456,549
Cash and cash equivalents at beginning of year			395,788		(60,761)
Cash and cash equivalents at end of year			877,855		395,788

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Company information

Tameside Sports Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Ken Ward Sports Centre, Hattersley Road East, Hattersley, Hyde, Cheshire, SK14 3NL. The Trust is registered with the Charities Commission with reference number 1074808 and also uses the name Active Tameside.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Companies Act 2006 and "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) (as amended for accounting periods commencing from 1 January 2019)". The trust is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the trust. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

The Trust has net current assets of £451,719 (2020 - Liabilities of £636,898) at 31 March 2021 and also has a defined benefit pension liability of £5,513,000 (2020 - £1,768,000) which leaves the overall net liability of the trust at £4,474,178 (2020 - £389,955).

The directors have reviewed budgets and cash flow forecasts for the periods to 31 March 2022. Efficiency savings and new potential income streams have been identified and are currently being pursued by the management team. The directors have considered the forecasts, the proposed savings and possible new income streams and consider them to be reasonable.

The Trust's commitment to the pension scheme remains long term however the directors are currently reviewing its options for the future pension provision with a view to determine the most appropriate way forward to reduce the risk to the Trust.

The pension deficit does not directly affect the ability of the trust to continue trading and the liability is drawn up using actuarial assumptions. The exact value of the liability cannot be accurately quantified due to the uncertainty of future events. The pension liability does not fall due immediately as it relates to future events.

During the previous period, Covid-19 was designated a pandemic by the World Health Organisation (WHO). The trustees continue to review the impact on the business, ensuring provisions are put in place to mitigate any risk to the trust's ability to trade as a going concern. At the date of signing the financial statements, in the opinion of the directors, Covid-19 will not impact on the trust's ability to trade as a going concern.

After making enquiries and considering the issues described above, the directors have a reasonable expectation that the Trust has adequate resources to continue in operational existence for the foreseeable future. For these reasons they continue to adopt the going concern basis of accounting in preparing these financial statements.

Company status

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding-up is limited to £10.

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies (Continued)

1.3 Charitable funds

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the directors.

Restricted funds can only be used for particular restricted purposes within the objectives of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Designated funds are set aside by the directors out of unrestricted general funds for specific purposes or projects.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

1.4 Incoming resources

Charitable activities

The fees and charges represent the value of the services and goods provided, excluding value added tax.

Grants

Grants are accounted for on a receivable basis.

Intangible income

Intangible income, which would comprise the use of the donated facilities is not recognised, as there is no financial cost borne by the third party.

Interest receivable

Interest is included when received by the charity.

1.5 Resources expended

Resources expended are included in the statement of financial activities on an accruals basis, inclusive of any VAT which cannot be recovered.

Expenditure on charitable activities comprises those costs incurred by the charity in furtherance of its activities and services. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include audit fees and costs linked to the strategic management of the charity.

1.6 Tangible fixed assets

The Trust's policy is to write off the costs of the replacement of the landlord's fixed assets to the statement of financial activities in the year of acquisition.

Major refurbishments

It is the Trust's policy to capitalise expenditure on the major refurbishments and to write off this expenditure over a period not exceeding their effective useful life as follows:-

Leasehold property refurbishment	over the remaining term of the lease
Football pitches	5-10% straight line
IT and general equipment	10-33% straight line

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies (Continued)

1.7 Stocks

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

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The trust has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the trust's balance sheet when the trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Trade debtors, loans and other receivables that have fixed or determinable payments that are not quoted in an active market are classified as 'loans and receivables'. Loans and receivables are measured at amortised cost using the effective interest method, less any impairment.

Interest is recognised by applying the effective interest rate, except for short-term receivables when the recognition of interest would be immaterial.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the trust transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a non basic financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less.

Derecognition of financial liabilities

Financial liabilities are derecognised when the trust's contractual obligations expire or are discharged or cancelled.

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

(Continued)

1.10 Employee benefits

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 trust is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

The Trust operates a defined benefit pension scheme within the Greater Manchester Pension Fund. Contributions to the scheme are paid in accordance with the advice and recommendations of independent actuaries and are charged to the statement of financial activities so as to spread the cost of pensions over the employees' working lives.

The cost of providing benefits under defined benefit plans is determined separately for each plan using the projected unit credit method, and is based on actuarial advice.

The change in the net defined benefit liability arising from employee service during the year is recognised as an employee cost. The cost of plan introductions, benefit changes, settlements and curtailments are recognised as incurred.

The net interest element is determined by multiplying the net defined benefit liability by the discount rate, taking into account any changes in the net defined benefit liability during the period as a result of contribution and benefit payments. The net interest is recognised in income/(expenditure) for the year.

Remeasurement changes comprise actuarial gains and losses, the effect of the asset ceiling and the return on the net defined benefit liability excluding amounts included in net interest. These are recognised immediately in other recognised gains and losses in the period in which they occur and are not reclassified to income/(expenditure) in subsequent periods.

The net defined benefit pension asset or liability in the balance sheet comprises the total for each plan of the present value of the defined benefit obligation (using a discount rate based on high quality corporate bonds), less the fair value of plan assets out of which the obligations are to be settled directly. Fair value is based on market price information, and in the case of quoted securities is the published bid price. The value of a net pension benefit asset is limited to the amount that may be recovered either through reduced contributions or agreed refunds from the scheme.

1.12 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

1.13 Taxation

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

1.14 Government Grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 MARCH 2021**

2 Critical accounting estimates and judgements

In the application of the company's accounting policies, the directors 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.

In considering the going concern assumption, the directors have had to apply judgement in relation to the potential impact that Covid-19 may have on the economies the Trust operates in and on the Trust. In arriving at this judgement, the directors have considered the financial resilience of the Trust and how it would manage any downturn as a result of the pandemic.

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.

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

3 Charitable activities

	Sports activities 2021 £	Management fee 2021 £	Public health 2021 £	Catering 2021 £	Other charitable activities 2021 £	Grants and other income 2021 £	Total 2021 £	Total 2020 £
Sales within charitable activities	1,293,405	1,077,000	2,438,830	2,971	12,563	4,938,204	9,762,973	12,823,055
Analysis by fund								
Unrestricted funds	1,293,405	1,077,000	2,438,830	2,971	12,563	4,938,204	9,762,973	11,807,876
Restricted funds	-	-	-	-	-	-	-	1,015,179
For the year ended 31 March 2020								
Unrestricted funds	6,255,916	1,403,000	3,207,771	522,976	418,213	-	-	11,807,876
Restricted funds	1,015,179	-	-	-	-	-	-	1,015,179
	7,271,095	1,403,000	3,207,771	522,976	418,213	-	-	12,823,055

In 2021 Grants and other income includes £1,960,701 received in respect of the Coronavirus job retention scheme and £2,267,000 for an insurance claim for business interruption due to Covid 19.

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

4 Investments

	Unrestricted funds	Total
	2021 £	2020 £
Net interest on defined benefit pension scheme	476,000	499,000

5 Charitable activities

	2021 £	2020 £
Staff costs	5,281,276	5,722,808
Pensions	1,006,770	1,268,499
Coaching	216,839	374,595
Cost of trading	33,488	375,929
Fitness suite expenses	170,250	239,863
Rent, heat, light and water	774,447	1,278,768
Premises repairs and maintenance	499,306	762,975
Staff training	41,000	69,812
Depreciation of leasehold property refurbishment	1,155,287	953,960
Depreciation of IT and general equipment	191,929	221,156
Depreciation of football pitches	40,987	40,987
	9,411,579	11,309,352
Support costs (see note 6)	1,400,117	1,901,317
Governance costs (see note 6)	12,500	12,500
	10,824,196	13,223,169
Analysis by fund		
Unrestricted funds	10,189,383	12,842,151
Restricted funds	634,813	381,018
	10,824,196	13,223,169

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

6 Support costs

	Support costs	Governance costs	2021	2020
	£	£	£	£
Insurance	88,099	-	88,099	99,138
Cleaning	51,726	-	51,726	82,076
Legal and professional	90,188	-	90,188	105,656
Travelling expenses	255,333	-	255,333	438,081
Telephone, post and carriage	33,650	-	33,650	34,047
Printing and stationery	13,726	-	13,726	17,048
Marketing	133,431	-	133,431	223,388
Bank charges and interest	35,282	-	35,282	75,643
Bank loan interest and charges	90,130	-	90,130	107,712
Cash collection service	1,741	-	1,741	16,485
Sundry expenses	85,811	-	85,811	145,043
Finance costs	521,000	-	521,000	557,000
Audit	-	12,500	12,500	12,500
	<u>1,400,117</u>	<u>12,500</u>	<u>1,412,617</u>	<u>1,913,817</u>
Analysed between				
Charitable activities	<u>1,400,117</u>	<u>12,500</u>	<u>1,412,617</u>	<u>1,913,817</u>

7 Auditor's remuneration

The analysis of auditor's remuneration is as follows:

	2021	2020
	£	£
Audit of the company's annual accounts	<u>12,500</u>	<u>12,500</u>

8 Trustees

None of the trustee directors (or any persons connected with them) received any remuneration during the year, or were reimbursed any expenses.

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

9 Employees

Number of employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Operational	392	399
Management and administration	35	50
	<u>427</u>	<u>449</u>

Employment costs

	2021 £	2020 £
Wages and salaries	4,993,549	5,408,987
Social security costs	287,727	313,821
Other pension costs	1,006,770	1,268,499
	<u>6,288,046</u>	<u>6,991,307</u>

The key management personnel of the trust comprise those persons having responsibility for planning, controlling and directing the activities of the organisation. The compensation of the key management personnel of Tameside Sports Trust is disclosed in note 21.

The number of employees whose annual remuneration was £60,000 or more were:

	2021 Number	2020 Number
£70,001 - £80,000	<u>1</u>	<u>1</u>

Of the employees whose emoluments exceed £60,000, One (2020: 1) has retirement benefits accruing under defined benefit pension schemes.

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

10 Tangible fixed assets

	Leasehold property refurbishment	Football pitches	IT and general equipment	Total
	£	£	£	£
Cost				
At 1 April 2020	10,026,888	1,119,740	3,585,665	14,732,293
Additions	-	-	14,395	14,395
At 31 March 2021	10,026,888	1,119,740	3,600,060	14,746,688
Depreciation and impairment				
At 1 April 2020	6,788,396	996,777	2,136,004	9,921,177
Depreciation charged in the year	912,541	40,987	434,675	1,388,203
At 31 March 2021	7,700,937	1,037,764	2,570,679	11,309,380
Carrying amount				
At 31 March 2021	2,325,951	81,976	1,029,381	3,437,308
At 31 March 2020	3,238,492	122,963	1,449,661	4,811,116

11 Stocks

	2021	2020
	£	£
Finished goods and goods for resale	15,025	20,035

12 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Trade debtors	162,218	138,936
Other debtors	2,353	29,780
Prepayments and accrued income	932,827	556,422
	1,097,398	725,138

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

13 Creditors: amounts falling due within one year

	2021 £	2020 £
Debenture loans	716,097	679,999
Other taxation and social security	94,460	56,884
Trade creditors	92,051	648,242
Other creditors	93,219	109,152
Accruals and deferred income	542,732	283,582
	<u>1,538,559</u>	<u>1,777,859</u>

14 Creditors: amounts falling due after more than one year

	2021 £	2020 £
Debenture loans	<u>2,850,205</u>	<u>2,796,173</u>

15 Loans and overdrafts

	2021 £	2020 £
Debenture loans	<u>3,566,302</u>	<u>3,476,172</u>
Payable within one year	716,097	679,999
Payable after one year	<u>2,850,205</u>	<u>2,796,173</u>

The Prudential borrowings loan are repayable over period of fifteen years by equal instalments and bears interest at a fixed rate of 5.17%.

The loans from Tameside MBC are repayable over periods between seven and ten years by equal monthly instalments and bears interest at a fixed rate of 1.95%.

16 Provisions for liabilities

	Notes	2021 £	2020 £
Retirement benefit obligations	17	<u>5,513,000</u>	<u>1,768,000</u>
		<u>5,513,000</u>	<u>1,768,000</u>

17 Retirement benefit schemes

Defined contribution schemes

The trust operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the trust in an independently administered fund.

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

17 Retirement benefit schemes

(Continued)

Defined benefit schemes

The company operates a defined benefit pension scheme.

The scheme funds are administered by Tameside Metropolitan Borough Council on behalf of Greater Manchester Pension Fund.

The most recent full actuarial valuation was on 31 March 2019 and was carried out by a qualified independent actuary. The Trust will implement the schedule of contributions to be advised by the actuaries to correct the fund deficit.

The directors have obtained an actuarial valuation as at 31 March 2021, prepared by Hymans Robertson LLP only for the purposes of FRS 102 and has no validity in other circumstances.

Key assumptions

	2021 %	2020 %
Discount rate	2.1	2.4
Expected rate of increase of pensions in payment	2.5	1.6
Expected rate of salary increases	2.5	1.6

Mortality assumptions

The assumed life expectations on retirement at age 65 are:

	2021 Years	2020 Years
Retiring today		
- Males	20.1	20.3
- Females	22.9	22.9
Retiring in 20 years		
- Males	21.0	21.5
- Females	24.5	24.6

Amounts recognised in the profit and loss account:

	2021 £	2020 £
Current service cost	982,000	1,277,000
Net interest on defined benefit liability	45,000	58,000
Total costs	1,027,000	1,335,000

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

17 Retirement benefit schemes

(Continued)

Amounts taken to other comprehensive income:

	2021 £	2020 £
Return on scheme assets excluding interest income	3,764,000	890,000
Actuarial changes related to obligations	(7,263,000)	1,763,000
	<u>(3,499,000)</u>	<u>2,653,000</u>

The amounts included in the balance sheet arising from the the trust's obligations in respect of defined benefit plans are as follows:

	2021 £	2020 £
Present value of defined benefit obligations	29,895,000	21,333,000
Fair value of plan assets	(24,382,000)	(19,565,000)
Deficit in scheme	<u>5,513,000</u>	<u>1,768,000</u>

Movements in the present value of defined benefit obligations:

	2021 £
Liabilities at 1 April 2020	21,333,000
Current service cost	982,000
Benefits paid	(427,000)
Contributions from scheme members	223,000
Actuarial gains and losses	7,263,000
Interest cost	521,000
At 31 March 2021	<u>29,895,000</u>

The defined benefit obligations arise from plans funded as follows:

	2021 £
Wholly unfunded obligations	-
Wholly or partly funded obligations	29,895,000
	<u>29,895,000</u>

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

17 Retirement benefit schemes (Continued)

Movements in the fair value of plan assets:

	2021 £
Fair value of assets at 1 April 2020	19,565,000
Interest income	476,000
Return on plan assets (excluding amounts included in net interest)	3,764,000
Benefits paid	(427,000)
Contributions by the employer	781,000
Contributions by scheme members	223,000
At 31 March 2021	<u>24,382,000</u>

The fair value of plan assets at the reporting period end was as follows:

	2021 £	2020 £
Equity instruments	17,555,040	13,500,000
Debt instruments	2,925,840	2,935,000
Property	1,706,740	1,370,000
Cash	2,194,380	1,760,000
	<u>24,382,000</u>	<u>19,565,000</u>

18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds					
	Balance at 1 April 2019 £	Incoming resources £	Outgoing resources £	Balance at 1 April 2020 £	Outgoing resources £	Balance at 31 March 2021 £
Restricted funds	1,834,165	1,015,179	(381,018)	2,468,326	(634,813)	1,833,513

The restricted fund consists of the balances of a grant received from the Football Foundation towards the cost of building eight six-a-side football pitches, a grant from The Neighbourhood Learning in Deprived Communities Fund in respect of fitness suite equipment at Oxford Park Community Sports Centre and the grant and contributions received in respect of the facility development programme. In 2017 a contribution of £1,300,000 was received from Thameside Metropolitan Borough Council for building works undertaken in the development of the iTrain gym. The Council then made a contribution of £1,015,179 in 2020 for the development of the facilities at Thameside Wellness Centre.

The assets are depreciated according to the accounting policies. The net book value of these grants is £1,833,513 (2020: £2,468,326) with depreciation charged in the year of £634,813 (2020: £381,018).

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

19 Analysis of net assets between funds

	Unrestricted £	Restricted £	Total £
Fund balances at 31 March 2021 are represented by:			
Tangible assets	1,603,795	1,833,513	3,437,308
Current assets/(liabilities)	451,719	-	451,719
Long term liabilities	(2,850,205)	-	(2,850,205)
Provisions and pensions	(5,513,000)	-	(5,513,000)
	<u>(6,307,691)</u>	<u>1,833,513</u>	<u>(4,474,178)</u>

20 Operating lease commitments

At the reporting end date the the trust had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021 £	2020 £
Within one year	142,673	162,103
Between two and five years	141,100	137,045
	<u>283,773</u>	<u>299,148</u>

21 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2021 £	2020 £
Aggregate compensation	<u>295,591</u>	<u>221,166</u>

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

21 Related party transactions

(Continued)

The charity has a close relationship with Tameside Metropolitan Borough Council which nominates two directors and provides funding to enable the charity to carry on its charitable objectives. The Trust received a management fee (including public health contributions) in the year of £1,077,000 (2020 - £1,457,120).

At the balance sheet date £47,200 (2020 - £77,366) was owed from and £11,453 (2020 - £4,274) due to Tameside Metropolitan Borough Council.

The Trust received a donation of the use of the facilities, the value of which could not be quantified and therefore has not been included in these financial statements.

During 2009, a loan of £4,280,000 was received from Tameside Metropolitan Borough Council on which interest of £60,179 (2020 - £77,767) was charged in the year. At the balance sheet date £1,759,549 (2020 - £1,699,349) as owing by the Trust.

In 2015/16, a loan of £1,185,000 was received from Tameside Metropolitan Borough Council on which interest of £12,504 (2020 - £12,504) was charged in the year. At the balance sheet date £736,004 (2020 - £723,500) was owing by the Trust.

In 2016/17, a loan of £600,000 was received from Tameside Metropolitan Borough Council on which interest of £8,402 (2020 - £8,402) was charged in the year. At the balance sheet date £386,035 (2020 - £377,633) was owing by the Trust.

In 2016/17, a loan of £1,000,000 was received from Tameside Metropolitan Borough Council on which interest of £9,024 (2020 - £9,024) was charged in the year. At the balance sheet date £684,714 (2020 - £675,690) was owing by the Trust.

The Trust has Local Authority board members and due to the nature of the relationship with Tameside Metropolitan Borough Council, would like to acknowledge them as a related party. These members do not influence any contracts between the Trust and the council.

Members of the board have links with a number of organisations such as Cornerstone Digital Marketing and Great Academies Trust. Again no advantage is gained from these links.

The Trust is under the control of the directors.

22 Cash generated from operations	2021 £	2020 £
(Deficit)/surplus for the year	(585,223)	98,886
Adjustments for:		
Depreciation and impairment of tangible fixed assets	1,388,203	1,216,102
Difference between pension charge and cash contributions	246,000	516,000
Movements in working capital:		
Decrease in stocks	5,010	25,149
(Increase)/decrease in debtors	(372,260)	94,059
(Decrease) in creditors	(275,398)	(558,957)
Cash generated from operations	406,332	1,391,239

TAMESIDE SPORTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

23 Analysis of changes in net (debt)/funds

	At 1 April 2020 £	Cash flows £	At 31 March 2021 £
Cash at bank and in hand	395,788	482,067	877,855
Loans falling due within one year	(679,999)	(36,098)	(716,097)
Loans falling due after more than one year	(2,796,173)	(54,032)	(2,850,205)
	<u>(3,080,384)</u>	<u>391,937</u>	<u>(2,688,447)</u>

TAMESIDE SPORTS TRUST
PRO FORMA BALANCE SHEET
FOR THE YEAR ENDED 31 MARCH 2021

	2021	2020
Fixed assets		
Tangible assets	3,437,308	4,811,116
Current assets		
Stocks	15,025	20,035
Debtors	1,097,398	725,138
Cash at bank and in hand	877,855	395,788
	<u>1,990,278</u>	<u>1,140,961</u>
Creditors: amounts falling due within one year	<u>(1,538,559)</u>	<u>(1,777,859)</u>
Net current liabilities	451,719	(636,898)
Total assets less current liabilities	3,889,027	4,174,218
Creditors: amounts falling due after more than one year	(2,850,205)	(2,796,173)
Net liabilities	<u>1,038,822</u>	<u>1,378,045</u>
Income funds		
Restricted funds		
Tangible assets	<u>1,833,513</u>	<u>2,468,326</u>
	1,833,513	2,468,326
Unrestricted funds	(794,691)	(1,090,281)
	<u>1,038,822</u>	<u>1,378,045</u>

TAMESIDE SPORTS TRUST

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2021

	2021		2020	
INCOMING RESOURCES	£	£	£	£
Incoming resources from charitable activities				
Management fee	1,077,000		1,403,000	
Facility contributions	-		1,015,179	
Public health contributions	710,503		193,148	
Job retention scheme grants	1,960,701		-	
Insurance receipt	2,267,000		233,000	
Bank interest received	2		6	
Swimming	137,955		1,898,564	
School use	548,338		572,266	
Health suites	(5)		23,351	
Squash	1,685		12,708	
Other courts etc	7,155		89,999	
All weather pitches	49,243		137,642	
Fitness suite	550,747		2,654,876	
Total adrenaline	(2,848)		197,962	
Gymnastics	347		356,598	
Climbing and caving	786		311,951	
Other activities	2,438,830		3,014,617	
Bar and catering charges	2,971		522,976	
Sports goods and badges	5,181		132,034	
Vending machine royalties	7,382		53,178	
Total Incoming resources		9,762,973		12,823,055
RESOURCES EXPENDED				
Charitable activities				
Wages and social security	5,281,276		5,722,808	
Pensions	1,006,770		1,268,499	
Coaching	216,839		374,595	
Cost of trading	33,488		375,929	
Fitness suite expenses	170,250		239,863	
Rates, heat, light and water	774,447		1,278,768	
Premises repairs and maintenance	499,306		762,975	
Staff training	41,000		69,812	
Depreciation of leasehold property refurbishment	1,155,287		953,960	
Depreciation of IT and general equipment	191,929		221,156	
Depreciation of football pitches	40,987		40,987	
		(9,411,579)		(11,309,352)

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TAMESIDE SPORTS TRUST

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2021

	2021		2020	
	£	£	£	£
Governance costs				
Auditors' remuneration		(12,500)		(12,500)
Support costs				
Management				
Insurance	88,099		99,138	
Cleaning	51,726		82,076	
Legal and professional	90,188		105,656	
Travelling expenses	255,333		438,081	
Telephone, post and carriage	33,650		34,047	
Printing and stationery	13,726		17,048	
Marketing	133,431		223,388	
Bank charges and interest	35,282		75,643	
Bank loan interest and charges	90,130		107,712	
Cash collection service	1,741		16,485	
Sundry expenses	85,811		145,043	
		(879,117)		(1,344,317)
Finance				
Expected return on pension scheme assets	521,000		557,000	
Interest on pension scheme	(476,000)		(499,000)	
		(45,000)		(58,000)
Total resources expended		(10,348,196)		(12,724,169)
Net Income / (expenditure)		(585,223)		98,886

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