

Charity registration number 1138230

Company registration number 07171668 (England and Wales)

PETERBOROUGH CULTURE AND LEISURE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 JANUARY 2022

PETERBOROUGH CULTURE AND LEISURE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Nene Park Trust L Cooke	(Appointed 30 November 2020) (Appointed 30 November 2020)
Secretary	M Bradbury	
Charity number	1138230	
Company number	07171668	
Registered office	Ham Farm House Ham Lane Orton Waterville Peterborough United Kingdom PE2 5UU	
Independent examiner	Azets Audit Services Ruthlyn House 90 Lincoln Road Peterborough United Kingdom PE1 2SP	
Bankers	Metro Bank PLC 29 Long Causeway Peterborough PE1 1YJ	

PETERBOROUGH CULTURE AND LEISURE TRUST

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PETERBOROUGH CULTURE AND LEISURE TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) FOR THE PERIOD ENDED 31 JANUARY 2022

The Trustees present their report and accounts for the 16 months ended 31 January 2022.

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 charity's Memorandum and 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 2016).

The report and accounts cover a 16 month period following the termination of the leisure services contract with Peterborough City Council on 30 September 2020. Following the contract termination all activities and services were transferred out along with 98% of staff leaving just a small team to run the Lost World soft play and climbing center with the endowed sculpture collection remaining within the charity.

Objectives and activities

The Trustees confirm they have considered their duties and have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

The Trustees are confident that the activities of Peterborough Culture and Leisure Trust are carried out for the benefit of others as is detailed in the rest of the information within the Trustees report.

Peterborough Culture and Leisure Trust's mission is to inspire people through culture, sport and healthy living to make Peterborough a better place to live and work.

The principal activities of Peterborough Culture and Leisure Trust have been:

Sports and Leisure

Following the transfer out of services the sole activity remaining is the indoor climbing and soft-play centre at Serpentine Green.

Financial review

The 16 months under review saw the transfer of staff and services to Peterborough City Council and of the net assets, excluding the sculpture collection to Peterborough City Council, for £1 on 1st November 2020.

From 1st October 2020 the Trust's only source of income has been related to that generated by Lost World, the indoor soft play and climbing offer based at Serpentine Green. From the date of transfer and throughout the 2021 indoor maximum occupancy levels were mandated until the final Quarter of 2021, when it became possible to re-open Lost World, which had remained dormant for the period. Ahead of the opening the trust invested £66k, to improve the catering facilities and to ensure the electrical installation to meet required standards. Throughout the period of closure the Trust received the benefit of Job Retention Scheme payments and other COVID related support in total receiving a total of £78,566. Throughout the period losses accrued due to the fixed costs of operation.

After opening in October 2021 Lost World traded below expectations partly with lower than expected footfall. The Trustees commissioned an independent review and shortly prior to the year-end date implemented changes to the pricing and operational model, supported by the continued use of marketing support to attract customers. As of the year end date losses had been recorded of £377k.

The parent company's objects provide for creating recreation and leisure activities for the local population, enabling the continued support of the parent by way of an intercompany loan and a parent company guarantee.

PETERBOROUGH CULTURE AND LEISURE TRUST

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

FOR THE PERIOD ENDED 31 JANUARY 2022

The Trustees considered the reserves policy for the Trust and have set the reserves policy to deal with the expected costs of dissolution. The costs of exiting Serpentine Green are expected to be significant as it is necessary to bring the unit back into its original condition. Estimates for this and other costs are included below for illustration and will be subject to confirmation:

	£'000
Asset removal and reinstatement costs	50
Legal fees	30
Auctioneer Fees	10
Staff Termination costs (estimate)	10
Total costs to terminate	100

Principle Risks and Uncertainties

The Board of Trustees has regularly reviewed the financial performance and the key risks facing the trust. The key risk has been solvency and financial sustainability for which the Trustees secured a parent company guarantee and supporting intercompany loan enabling the Trust to continue delivering its charitable activities against a challenging financial backdrop and uncertain future. On this basis the accounts have been prepared using the going concern principle and Trust is exempt from audit under section 479A of the Companies Act 2006

During the period Lost World reported a loss of £376,718 with the closing balance sheet reflecting negative unrestricted funds of £183,281.

Plans for future periods

As of the balance sheet date Trustees sought independent advice regarding the future of Lost World, recognising that consumer behaviour and the subsequent viability of the operation may have changed as society makes tentative steps to emerge from the pandemic.

The Trustees are mindful of the need to safeguard the future of the sculpture collection for the benefit of the local population and have at the forefront of the mind safeguarding this important Heritage Asset.

After considering the independently commissioned reports into Lost World, Trustees regretfully concluded that it was necessary to cease trading and are in the process of dismantling equipment and negotiating exit from the lease agreements. The parent company is continuing to provide a parent company guarantee ensuring that creditors are protected and that the heritage assets are not put at risk.

Structure, governance and management

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

Theo Anderton	(Resigned 30 November 2020)
Stewart Francis	(Resigned 30 November 2020)
Sarah Sewell	(Resigned 30 November 2020)
Ian Templeton	(Resigned 30 November 2020)
June Bull	(Resigned 30 November 2020)
Matthew Dalton	(Resigned 30 November 2020)
Nigel Hards	(Resigned 30 November 2020)
Caroline Connaughton	(Resigned 30 November 2020)
Nene Park Trust	(Appointed 30 November 2020)
Linda Cooke	(Appointed 30 November 2020)

PETERBOROUGH CULTURE AND LEISURE TRUST

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

FOR THE PERIOD ENDED 31 JANUARY 2022

The organisation is a charitable company limited by guarantee, incorporated on 26 February 2010 and registered as a charity on 4 October 2010. Peterborough City Council transferred its cultural and leisure services, comprising of arts, libraries, heritage, theatre, sport and leisure into the charitable trust on 1 May 2010.

The organisation was established under a Memorandum of Association which established the objects and powers of the organisation and is governed under its Articles of Association.

Revised Articles of Association were adopted by the Board on 23 November 2020 to enable Nene Park Trust to become the corporate trustee and take control of the charity with effect from 30 November 2020. It was further agreed to change the name of the charity to Peterborough Culture and Leisure Trust.

During the period the Trustees were also the legal members of the charity. With effect from 30 November 2020 Nene Park Trust became the corporate member of Peterborough Culture and Leisure Trust and guarantees to contribute £1 in the event of winding up.

Related parties

A summary of transactions with related parties are set out in note 29 in the financial statements.

On behalf of the board of Trustees



L Cooke

Trustee

Date:

26.10.22

PETERBOROUGH CULTURE AND LEISURE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF PETERBOROUGH CULTURE AND LEISURE TRUST

I report to the Trustees on my examination of the financial statements of Peterborough Culture and Leisure Trust (the charity) for the Period ended 31 January 2022.

Responsibilities and basis of report

As the Trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I have identified a matter of concern in my report because I wish to draw your attention to note 1.3 to the financial statements in relation to going concern.

I confirm that no other matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I confirm that there are no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Mark Jackson FCA DChA
Azets Audit Services
Ruthlyn House
90 Lincoln Road
Peterborough
PE1 2SP
United Kingdom

Dated:

PETERBOROUGH CULTURE AND LEISURE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE PERIOD ENDED 31 JANUARY 2022

	Notes	Unrestricted Endowment funds		Total Unrestricted funds		Designated funds		Restricted Endowment funds		Total	
		2022	£	2022	£	2020	£	2020	£	2020	£
Income from:											
Voluntary income	3	78,566	-	78,566	2,196,622	-	-	3	-	2,196,625	-
Charitable activities	4	47,684	-	47,684	11,525,175	-	-	727,763	-	12,252,938	-
Investments	5	-	-	-	4,649	-	-	-	-	4,649	-
Total income		126,250	-	126,250	13,726,446	-	-	727,766	-	14,454,212	-
Expenditure on:											
Fundraising and publicity	6	-	-	-	148,960	-	-	-	-	148,960	-
Charitable activities	7	502,968	-	502,968	13,951,958	-	-	818,234	-	14,770,192	-
Net interest on defined benefit pension scheme	11	-	-	-	-	(22,000)	-	-	-	(22,000)	-
Other		-	-	-	-	(582,000)	-	-	-	(582,000)	-
Total expenditure		502,968	-	502,968	14,100,918	(604,000)	-	818,234	-	14,315,152	-
Net (outgoing)/incoming resources before transfers		(376,718)	-	(376,718)	(374,472)	604,000	-	(90,468)	-	139,060	-

PETERBOROUGH CULTURE AND LEISURE TRUST

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE PERIOD ENDED 31 JANUARY 2022

	Notes	Unrestricted Endowment funds 2022 £	Unrestricted funds 2022 £	Total Unrestricted funds 2022 £	Designated funds 2020 £	Restricted Endowment funds 2020 £	Total 2020 £
Net (outgoing)/incoming resources before transfers		(376,718)	-	(376,718)	604,000	(90,468)	139,060
Gross transfers between funds		-	-	-	(229,000)	-	-
Net (outgoing)/incoming resources		(376,718)	-	(376,718)	375,000	(90,468)	139,060
Other recognised gains and losses							
Actuarial loss on defined benefit pension schemes		-	-	-	(812,000)	-	(812,000)
Net movement in funds		(376,718)	-	(376,718)	(437,000)	(90,468)	(672,940)
Fund balances at 1 October 2020		193,437	1,844,500	2,037,937	437,000	90,468	2,710,877
Fund balances at 31 January 2022		(183,281)	1,844,500	1,661,219	-	-	2,037,937

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

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.

PETERBOROUGH CULTURE AND LEISURE TRUST

BALANCE SHEET

AS AT 31 JANUARY 2022

	Notes	2022 £	£	2020 £	£
Fixed assets					
Tangible assets	13	276,814		324,054	
Heritage assets	14	1,844,500		1,844,500	
		<u>2,121,314</u>		<u>2,168,554</u>	
Current assets					
Stocks	16	1,974		96	
Debtors	17	28,974		321,265	
Cash at bank and in hand		303,655		206,790	
		<u>334,603</u>		<u>528,151</u>	
Creditors: amounts falling due within one year	20	<u>(730,588)</u>		<u>(378,680)</u>	
Net current (liabilities)/assets			(395,985)		149,471
Total assets less current liabilities			<u>1,725,329</u>		<u>2,318,025</u>
Creditors: amounts falling due after more than one year	21		(64,110)		(280,088)
Net assets			<u>1,661,219</u>		<u>2,037,937</u>
Capital funds					
Endowment funds - general	23	1,844,500		1,844,500	
Income funds					
Unrestricted funds			<u>(183,281)</u>		<u>193,437</u>
			<u>1,661,219</u>		<u>2,037,937</u>

PETERBOROUGH CULTURE AND LEISURE TRUST

BALANCE SHEET (CONTINUED)

AS AT 31 JANUARY 2022

For the period ending 31 January 2022 the company was entitled to exemption from audit under section 479A of the Companies Act 2006 relating to subsidiary companies.

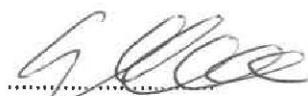
The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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

The financial statements were approved by the Trustees on 25-10-22



L Cooke
Trustee

Company Registration No. 07171668

PETERBOROUGH CULTURE AND LEISURE TRUST

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 31 JANUARY 2022

	Notes	2022 £	£	2020 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	30		491,780		(1,407,103)
Investing activities					
Purchase of tangible fixed assets		(69,960)		(370,598)	
Proceeds on disposal of tangible fixed assets		28,439		-	
Investment income received		-		4,649	
Net cash used in investing activities			(41,521)		(365,949)
Financing activities					
Proceeds from borrowings		-		386,000	
Repayment of borrowings		(350,616)		(35,384)	
Payment of obligations under finance leases		(2,778)		(1,688)	
Net cash (used in)/generated from financing activities			(353,394)		348,928
Net increase/(decrease) in cash and cash equivalents			96,865		(1,424,124)
Cash and cash equivalents at beginning of Period			206,790		1,630,914
Cash and cash equivalents at end of Period			303,655		206,790

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 JANUARY 2022

1 Accounting policies

Charity information

Peterborough Culture and Leisure Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Ham Farm House, Ham Lane, Orton Waterville, Peterborough, PE2 5UU, United Kingdom.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's governing document, 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 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the charity. 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 Reporting period

These financial statements have been prepared for a period longer than 12 months, from 1 October 2020 to 31 January 2022, to bring the year end in line with the parent charity. The comparative period is also longer than 12 months, from 1 April 2019 to 30 September 2020.

1.3 Going concern

The financial statements have been prepared on a going concern basis. Since 30 November 2020 when Nene Park Trust gained legal control of the charity Nene Park Trust have been underwriting the remaining activities of the charity. Peterborough Culture and Leisure Trust has a deficit of £183,281 on unrestricted funds at the year end and is therefore reliant upon this support to continue as a going concern. Following the year end Trustees made the decision to cease operations of Lost World on 31 August 2022. The charity currently continues to manage the sculpture collection.

1.4 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Designated funds include a contingency fund to safeguard against unforeseen shortfalls or changes in the funding services and programmes. This is in line with the charity's reserves policy.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

1 Accounting policies

(Continued)

1.5 Incoming resources

Voluntary income is received by way of donations and gifts and is included in full in the Statement of Financial Activities when receivable. The value of services provided by volunteers has not been included.

Grants - fixed asset grants are recognised in full in the Statement of Financial Activities when the condition has been met and the asset has been purchased. Revenue grants are normally conditional upon a programme of activities and events being delivered, and are recognised in the Statement of Financial Activities when the activity or event has been delivered.

Income from investments is included in the year in which it is receivable.

Incoming resources from charitable activities includes sales of services and miscellaneous income from the public for accessing culture and leisure activities, in addition to the Management Service fee received from Peterborough City Council.

1.6 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Central support costs are apportioned over services in relation to the services direct costs.

Resources expended are recognised in the year in which they are incurred. Resources expended include attributed VAT that is not recoverable. Resources expended are allocated to the particular project where the project cost relates directly to that project. However, the cost of overall direction and administration on each project, comprising the salary and overhead costs of the central function, is estimated and apportioned to each project.

Charitable activities are those costs incurred directly in furtherance of the objects of the charity and include project management.

Governance costs are those costs incurred in connection with the strategic management of Peterborough Culture and Leisure Trust. These include auditors fees, costs of holding Trustees board and sub-committee meetings, recruitment of new Trustees and business development.

1.7 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:

Plant and machinery	10% - 33% straight line
Fixtures, fittings & equipment	33% straight line

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 recognised in the statement of financial activities.

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

1 Accounting policies

(Continued)

The charity has a capitalisation policy in place for any expenditure over £5,000.

The financial statements do not include the cost of land, buildings and equipment used in the comparative period at minimal rent by Peterborough Culture and Leisure Trust, whose title rests with Peterborough City Council. It was not practicably possible to attribute a value to this benefit.

1.8 Heritage assets

Heritage assets (sculptures) have been valued in the accounts at their market value as at September 2012. An annual review of each sculpture will be carried out to identify any indications of impairment.

1.9 Impairment of fixed assets

At each reporting 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).

1.10 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

1.11 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.

1.12 Financial instruments

The charity 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 charity's balance sheet when the charity 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

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

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

1.14 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.15 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to net income/(expenditure) for the year so as to produce a constant periodic rate of interest on the remaining balance of the liability.

2 Critical accounting estimates and judgements

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.

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.

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

3 Voluntary income

	Unrestricted funds	Restricted funds	Total	Total
	2022 £	2022 £	2022 £	2020 £
Donations and gifts	-	-	-	17,490
Coronavirus Job Retention Scheme grants	51,209	-	51,209	1,979,135
Other government grants	27,357	-	27,357	200,000
	<u>78,566</u>	<u>-</u>	<u>78,566</u>	<u>2,196,625</u>
For the Period ended 30 September 2020	<u>2,196,622</u>	<u>3</u>		<u>2,196,625</u>

4 Charitable activities

	2022 £	2020 £
Sports Services	-	6,570,803
Arts	-	290,854
Museums, Libraries and Archives	-	802,166
Management Service Fee	-	2,310,140
Service Level Agreements	-	1,064,786
Theatre	-	1,207,776
Lost World	47,684	-
Other income	-	6,413
	<u>47,684</u>	<u>12,252,938</u>
Analysis by fund		
Unrestricted funds	47,684	11,525,175
Restricted funds	-	727,763

5 Investments

	Unrestricted funds	Total
	2022 £	2020 £
Interest receivable	-	4,649

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

6 Expenditure on fundraising and publicity

	2022	2020
	£	£
Other fundraising costs	-	40,066
Staff costs	-	89,728
Support costs	-	16,902
Governance costs	-	2,264
	<hr/>	<hr/>
	-	148,960
	<hr/>	<hr/>
For the Period ended 30 September 2020		
Fundraising and publicity		146,696
Trading costs		2,264
		<hr/>
		148,960
		<hr/>

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

7 Charitable activities

	MLA £	Sports and Leisure £	Arts £	Theatre £	Business development £	Total 2022 £	Total 2020 £
Staff costs	-	139,963	-	-	-	139,963	8,124,595
Depreciation and impairment	-	88,760	-	-	-	88,760	336,151
Other costs	-	131,324	-	-	-	131,324	4,438,468
Transfer of funds to Peterborough City Council	-	133,093	-	-	-	133,093	-
	-	493,140	-	-	-	493,140	12,899,214
Share of support costs (see note 8)	-	9,828	-	-	-	9,828	1,649,981
Share of governance costs (see note 8)	-	-	-	-	-	-	220,997
	-	502,968	-	-	-	502,968	14,770,192
Analysis by fund							
Unrestricted funds	-	502,968	-	-	-	502,968	13,951,958
Restricted funds	-	-	-	-	-	-	818,234
For the Period ended 30 September 2020							
Unrestricted funds	2,462,013	8,645,455	271,255	1,710,544	862,691		13,951,958
Restricted funds	459,674	93,928	264,632	-	-		818,234
	2,921,687	8,739,383	535,887	1,710,544	862,691		14,770,192

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

8 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2020 £
Staff costs	-	-	-	605,666	201,888	807,554
ICT	-	-	-	731,261	-	731,261
Legal services	-	-	-	18,648	-	18,648
HR and payroll	-	-	-	225,121	-	225,121
Other costs	9,828	-	9,828	86,187	21,373	107,560
	<u>9,828</u>	<u>-</u>	<u>9,828</u>	<u>1,666,883</u>	<u>223,261</u>	<u>1,890,144</u>
Analysed between						
Fundraising	-	-	-	16,902	2,264	19,166
Charitable activities	9,828	-	9,828	1,649,981	220,997	1,870,978
	<u>9,828</u>	<u>-</u>	<u>9,828</u>	<u>1,666,883</u>	<u>223,261</u>	<u>1,890,144</u>

Governance costs include payments to the external auditors of £3,750 for independent examination fees (2020: £18,375 for audit fees).

9 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during this or the prior Period.

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

10 Employees

Number of employees

The average monthly number employees during the Period was:

	2022 Number	2020 Number
Museums, Libraries and Archives	-	97
Sports and Leisure	6	324
Arts	-	21
Theatre	-	25
Support	-	30
	<u>6</u>	<u>497</u>

Employment costs

	2022 £	2020 £
Wages and salaries	128,758	8,191,411
Social security costs	5,685	446,403
Other pension costs	-	384,063
	<u>134,443</u>	<u>9,021,877</u>

Included in the above are redundancy costs of £nil (2020 - £8,380, relating to one employee).

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

	2022 Number	2020 Number
60,000 to 70,000	-	1

Of the employees whose emoluments exceeded £60,000 in 2020, 1 had retirement benefits accruing under defined benefit pension schemes.

11 Other

	Total 2022 £	Endowment funds 2020
Movement on pension liability	-	(582,000)
	<u>-</u>	<u>(582,000)</u>

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

11 Other

(Continued)

On 30 September 2020 all employees within the defined benefit pension scheme were transferred to another employer as part of the transfer of activities of the organisation. At this point the charity ceased to be an active employer within the scheme. Consequently the liability from the scheme's valuation has now be written off in the period and disclosed within other expenditure.

During the period some of the activities of the charity reverted back to Peterborough City Council together with the remaining funds relating to those activities which will continue to be used to support those activities.

12 Taxation

Given that the primary objective of the charitable company is charitable and the charitable company is not trading for profit, the charitable company is exempt from taxation under section 505 of ICTA 1988.

13 Tangible fixed assets

	Plant and machinery	Fixtures, fittings & equipment	Total
	£	£	£
Cost			
At 1 October 2020	339,618	20,114	359,732
Additions	69,960	-	69,960
Disposals	(32,814)	-	(32,814)
At 31 January 2022	376,764	20,114	396,878
Depreciation and impairment			
At 1 October 2020	33,483	2,195	35,678
Depreciation charged in the Period	82,908	5,853	88,761
Eliminated in respect of disposals	(4,375)	-	(4,375)
At 31 January 2022	112,016	8,048	120,064
Carrying amount			
At 31 January 2022	264,748	12,066	276,814
At 30 September 2020	306,135	17,919	324,054

14 Heritage assets

The heritage assets are a collection of 26 sculptures which were donated from the Peterborough Sculpture Trust on 31 March 2014. The assets have been valued and a full conditions survey conducted in September 2012 by Rupert Harris Conservation at £1,844,500. An interim valuation on all 26 sculptures in the range was carried out in March 2018 with no impairment of these items noted. The collection ranges in size and material, most of which are on permanent display around the city of Peterborough. The sculptures can only be sold to develop the collection further, and to advance the education and enjoyment of the public in art by placing, maintaining and promoting the collection in public places.

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

15 Financial instruments	2022	2020
	£	£
Carrying amount of financial assets		
Trade Debtors	16,580	23,557
Cash	303,655	206,790
Other debtors	11,044	136,821
Accrued income	1,350	160,887
	<u>332,629</u>	<u>528,055</u>
Carrying amount of financial liabilities		
Trade creditors	-	30,052
Other creditors	108,148	-
Accruals	38,807	83,215
	<u>146,955</u>	<u>113,267</u>
16 Stocks	2022	2020
	£	£
Finished goods and goods for resale	<u>1,974</u>	<u>96</u>
17 Debtors	2022	2020
	£	£
Amounts falling due within one year:		
Trade debtors	16,580	23,557
Other debtors	11,044	136,821
Prepayments and accrued income	1,350	160,887
	<u>28,974</u>	<u>321,265</u>
18 Loans and overdrafts	2022	2020
	£	£
Other loans	<u>-</u>	<u>350,616</u>
Payable within one year	-	80,416
Payable after one year	-	270,200

The loan was repayable biannually and interest was paid biannually at a rate of 3.1%.

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

19 Hire purchase commitments

Future minimum lease payments due under hire purchase agreements:

	2022 £	2020 £
Within one year	2,894	2,894
Within two and five years	7,110	9,888
	<u>10,004</u>	<u>12,782</u>

Hire purchase payments represent rentals payable by the charity for certain items of plant and machinery. Interest rates are fixed at the contract date. All leases are on a fixed repayment basis and no arrangements have been entered into for contingent rental payments.

20 Creditors: amounts falling due within one year

	Notes	2022 £	2020 £
Obligations under finance leases	19	2,894	2,894
Borrowings		-	80,416
Other taxation and social security		-	129,553
Deferred income	22	-	52,550
Trade creditors		-	30,052
Amount due to parent undertaking		580,739	-
Other creditors		108,148	-
Accruals		38,807	83,215
		<u>730,588</u>	<u>378,680</u>

21 Creditors: amounts falling due after more than one year

	Notes	2022 £	2020 £
Obligations under finance leases	19	7,110	9,888
Borrowings		-	270,200
Amount owed to parent undertaking		57,000	-
		<u>64,110</u>	<u>280,088</u>

The amount owed to parent undertaking constitutes a loan from Nene Park Trust made on 31 January 2022. The loan is repayable on 31 January 2025, interest is charged at 6%.

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

22 Deferred income

	2022 £	2020 £
Deferred grants and income in advance	-	52,550

Deferred income is included in the financial statements as follows:

Current liabilities	-	52,550
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23 Endowment funds

Endowment funds represent assets which must be held permanently by the charity. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund. Whilst it is recognised that there are legal restrictions on the ability of a corporate entity to hold permanent endowments, these assets are treated as such in these accounts due to the conditions under which the assets were passed to the charity.

	Movement in funds			
	Balance at 1 April 2019	Incoming resources	Balance at 1 October 2020	Incoming resources
	£	£	£	£
Permanent endowments				
Sculpture collection	1,844,500	-	1,844,500	-
	1,844,500	-	1,844,500	-

Refer to Note 14 Heritage Assets.

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

24 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			Movement in funds		
	Balance at 1 April 2019	Incoming resources	Resources expended	Balance at 1 October 2020	Incoming resources	Balance at 31 January 2022
	£	£	£	£	£	£
Book fund	46,501	210,145	(256,646)	-	-	-
Museums, libraries and archives	43,967	159,061	(203,028)	-	-	-
Sports development	-	93,928	(93,928)	-	-	-
Arts	-	264,632	(264,632)	-	-	-
	<u>90,468</u>	<u>727,766</u>	<u>(818,234)</u>	<u>-</u>	<u>-</u>	<u>-</u>

Book Fund

The funding and management agreement with Peterborough City Council made provision for the replenishment and update of library stocks and a proportion of the service fee was ring fenced to do so.

Museums, Libraries and Archives

Grants were received from the Arts Council to support a number of projects which include Museum and Schools programme 'Real World Science' working with the Natural History Museum to unlock the potential of natural science collection to enhance secondary science teaching and learning; Libraries Fund to improve reading and story-telling amongst families where English is their second language; Museums Small Capital Fund to improve the Museum's Art Gallery security and from the Heritage Lottery Fund to digitize, research and explore two unique guest books from World War 1.

Sports Development

Grants were received to support families and foster carers with disabled children to access cycling projects and for Vivacity to purchase specialist equipment to host the events. Grant funding was also received to contribute to and improve health and well being participation and opportunities for Over 55's, 14-25 year olds, holiday activities, cycling and walking initiatives.

Arts

Grants were received from the Arts Council and Peterborough City Council to deliver an arts development programme commencing 2013 to develop local artist talent and employability.

All restricted funds were fully spent at 30 September 2020.

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

25 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds					Balance at 31 January 2022 £
	Balance at 1 April 2019 £	Resources expended £	Transfers £	Investments gains/losses ¹ £	Balance at October 2020 £	
Defined benefit pension scheme	437,000	604,000	(229,000)	(812,000)	-	-
	437,000	604,000	(229,000)	(812,000)	-	-

During the previous year the LGPS defined benefit scheme was transferred to Peterborough City Council on the termination of the SLA.

26 Analysis of net assets between funds

	Unrestricted funds 2022 £	Endowment funds 2022 £	Total 2022 £	Unrestricted funds 2020 £	Endowment funds 2020 £	Total 2020 £
Fund balances at 31 January 2022 are represented by:						
Tangible assets	276,814	-	276,814	324,054	-	324,054
Heritage assets	-	1,844,500	1,844,500	-	1,844,500	1,844,500
Current assets/ (liabilities)	(395,985)	-	(395,985)	149,471	-	149,471
Long term liabilities	(64,110)	-	(64,110)	(280,088)	-	(280,088)
	(183,281)	1,844,500	1,661,219	193,437	1,844,500	2,037,937

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

27 Operating lease commitments

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

	2022 £	2020 £
Within one year	1,044	1,044
Between two and five years	2,784	3,828
	<u>3,828</u>	<u>4,872</u>

28 Events after the reporting date

Following the year end Trustees made the decision to cease operations of Lost World on 31 August 2022.

29 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel, which is also included in note 10 as employee costs, is as follows.

	2022 £	2020 £
Aggregate compensation	-	230,395

In addition to the figures noted above the chief executive officer is contracted via a separate company at a cost of £nil (2020: £268,593).

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

29 Related party transactions

(Continued)

Transactions with related parties

Owing to the nature of the charity's operations and the composition of the board of trustees being drawn from local public and private sector organisations, it is inevitable that transactions will take place with organisations in which a member of the board of trustees may have an interest.

On 30 September 2020 the charity's contract with Peterborough City Council to deliver services ended and the assets, liabilities and funds relating to this contract were transferred to them. This resulted in a net transfer of funds amounting to £135,903. Some of the trustees of the charity also had connections with the Council.

During the period Nene Park Trust (the parent charity) recharged costs of £152,569 to Peterborough Culture and Leisure Trust.

Included within creditors is £637,739 owed to Nene Park Trust.

30 Cash generated from operations	2022 £	2020 £
Deficit for the Period	(376,718)	139,060
Adjustments for:		
Investment income recognised in statement of financial activities	-	(4,649)
Depreciation and impairment of tangible fixed assets	88,760	336,151
Difference between pension charge and cash contributions	-	(375,000)
Movements in working capital:		
(Increase)/decrease in stocks	(1,878)	60,432
Decrease in debtors	292,291	201,104
Increase/(decrease) in creditors	541,875	(1,231,867)
(Decrease) in deferred income	(52,550)	(532,334)
Cash generated from/(absorbed by) operations	491,780	(1,407,103)

PETERBOROUGH CULTURE AND LEISURE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 JANUARY 2022

31 Analysis of changes in net funds/(debt)

	At 1 October 2020 £	Cash flows £	At 31 January 2022 £
Cash at bank and in hand	206,790	96,865	303,655
Loans falling due within one year	(80,416)	80,416	-
Loans falling due after more than one year	(270,200)	270,200	-
Obligations under finance leases	(12,782)	2,778	(10,004)
	<u>(156,608)</u>	<u>450,259</u>	<u>293,651</u>