

Report of the Trustees and
Audited Financial Statements for the Year Ended 31 March 2022
for
Holywell Leisure Centre Canolfan Hamdden
Treffynnon

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for the Year Ended 31 March 2022

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Report of the Trustees
for the Year Ended 31 March 2022

The trustees present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019). Holywell Leisure Centre - Canolfan Hamdden Treffynnon (HLC-CHT) is a Charitable Incorporated Organisation (CIO) registered with the Charity Commission (registration number 1170729). Its constitution was adopted on 12 October 2016 and it was entered on the Charity Commission Register on 13 December 2016. The transfer of the asset from Flintshire County Council (FCC) was completed on 1 April 2017.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the charity are to provide a range of leisure, sporting, health and social facilities primarily run by the community for the community, seeking to deliver these activities with inclusivity for all. In so doing, it aims to cater and improve upon the physical and mental wellbeing of all its members and visitors whatever their economic circumstances.

Significant activities

The centre provides a wide range of various competitive and personal fitness sports, leisure pursuits, social activities and health benefits to all age groups and abilities and strives to be as inclusive as possible. Users can access a variety of facilities, swimming pools, sports hall, community/dance studio, café, soft play, squash courts, library, meeting rooms, health suite and fitness gym as well as access to sports facilities at Ysgol Treffynnon High School (sports hall and 4G AstroTurf pitch).

Public benefit

The trustees have referred to guidance contained in the Charity Commission's general guidance on public benefit when reviewing their aims and objectives and in planning future activities. In particular they have considered how the activities offered will contribute to the aims and objectives set. The trustees are committed to equal access for all.

ACHIEVEMENT AND PERFORMANCE

Transfer of ownership

HLC-CHT took control of the leisure centre on 1 April 2017 from Flintshire County Council with a lease of 27 years, 2017 - 2044.

Achievements in the year ended 31 March 2022

This financial year was seriously impacted by the Covid pandemic and the centre was completely closed, or operating under Welsh Government restrictions until the autumn.

20 December 20 to 3 May 21 - Closed

21 May 21 to 7 August 2021 - Open with restrictions and lower capacities in all areas.

Throughout this period, the health and safety of our staff and customers was paramount in all the decisions made.

From the outset of the covid restrictions, we took action to reduce costs to ensure the future sustainability of the business by taking the following measures:

- o Reduce outgoings
- o Freeze all direct debits (customers have been incredibly supportive with only a handful of complaints received)
- o Reduce services and purchase costs
- o Reduce immediate staffing costs and utilise the Coronavirus Job Retention Scheme (Furlough - this scheme finished in Sept 2021)
- o To reduce future staffing costs by granting holiday leave during furlough periods.
- o Apply for every grant support available from the UK Government, Welsh Government, Local Authority and Town Council.

Given the ever changing Covid situation, and the potential for irreparable damage to the business, the board decided to be clear on our actions should we be faced with insolvency.

Should the financial forecast show that in 3 months' time, of any given date, that the centre is no longer viable and has exhausted all reserves and financial support, then the process to wind up the charity would begin. It would be our intention to be debt free at the point of closure and the landlord, sub-tenants and staff would be informed at the start of the process. Prior to this point, the trustees, management team and staff will do all they can to remain viable.

Thankfully, the trigger was not reached in the financial year and we remained a viable business, albeit with significant Covid support funding.

Report of the Trustees
for the Year Ended 31 March 2022

FINANCIAL REVIEW

Financial position

In a normal trading year, the centre would have expected trading sales income to be in the region of £695,000. Sales income in this year due to the impact of Covid was £475,315, a reduction of 31.6%.

"Income Loss Support", "Economic Resilience Funding" and the "Coronavirus Job Retention Scheme" were all successfully applied for from the Welsh and UK Governments and were essential to our survival. We worked closely with Flintshire County Council to provide transparency of our finances by completing a quarterly "Financial Tracker" to demonstrate the support required.

The statement of Financial Activities confirms a recorded total income to 31 March 2022 of £760,339 in sales turnover and grant support. This includes sales income of £475,315 with grants of £250,676 in total. Expenditure totalled £751,668 which has resulted in a surplus of £8,671 of which; after three years gives us a contingency bank balance of £15,723 and a carry forward of £108,247 (Business Account) and £8,120 (Grants Account) which is a total of £132,090 as of 31 March 2022.

This was a remarkable result under the circumstances and reflects the work that the Board and Management team instigated to reduce costs, safely manage the closures and openings of the centre under Covid restrictions and successfully apply for Covid support funding. There has also been a real drive to increase income, particularly in swimming lessons which are now more than pre-covid levels.

Current financial situation

At the time of writing we forecast a trading income total of £640,000 to March 2023. We anticipate that this will deliver at least a break even position for the year ended 31 March 2023..

Local grant funding

In addition to the Government "Income Loss Support" and " Covid Emergency " funding, we also continue to receive grants from the local town and county councils

Flintshire County Council - £90,357 annual grant

Holywell Town Council £10,000

We also approached 13 local community councils for support and received £3,000 in the year.

Investment policy and objectives

The trustees intend that all future surplus income is retained by HLC-CHT and reinvested back into the facility. Funds are held by HSBC which although at low interest rates allow for easy access and management of accounts.

Reserves policy

The centre has a general contingency fund to guard against unforeseen events (£15,723 as of 31 March 22). 3% of each month's balance was set aside for this purpose however this process was paused in May 2020 due to the draw on funds created by the pandemic. We used some of the fund to support the centre together with Welsh Government financial support. We have worked hard to increase our income and plan to resume adding the 3% to the fund once the trigger point of pre-pandemic income levels has been achieved.

Commitments and liabilities

There are legal requirements for the business to meet predetermined standards and for regular testing and certification related to the safety of our customers and workforce. These include chlorine levels in the swimming pool, Legionella in the water supply, alarm testing and fire equipment inspections. We received the HSBC "Bounceback loan" of £50,000 which we started repaying in November 2021 at £10,400 pa (5 year loan).

We also had an EU grant of £60,000 against the new boiler installation in 2019 Repayment is triggered by reaching turnover figures way in excess of our current projections. We will monitor this annually.

FUTURE PLANS

Throughout the pandemic and up to the present date, the board and management have continued to meet either by Zoom or a blended meeting of face to face and Zoom. Staff have been kept up to date with monthly newsletters and now with regular staff meetings. Our main focus this year has been to restore all activities as quickly and as safely as possible for the health, social and wellbeing benefit of the local community after spending over 18 months under restrictions.

As well as introducing new classes and facilities, we have some exciting new plans to improve the centre, the overall offer to the customers and our income.

- o The previous centre manager, admin manager (Chris and Jill Travers) and accountant all retired at the end of 2021. James Kerrigan, a current Manager, was promoted to Centre Manager in October 2021. He has implemented a new staff structure designed to enhance job roles, provide career progression and give greater management flexibility of the centre.

It should be noted however that the transition to the new managerial and accounts personnel all at once has caused a delay in completing and auditing the year end accounts. This is seen as a one off occurrence.

- o The Board of Trustees has also been strengthened with broader skills and experience.

- o We have successfully applied for £81,000 funding from the "Covid Emergency Fund" through Flintshire County Council for a commercial Manager for the centre, money to fund gym membership promotions, new cricket nets and our income loss support for Q1 and Q2.

- o We have successfully applied to Sports Wales for a £227,000 grant to pay for Solar Panels and LED lighting to help offset the massive increases in energy costs. Sports Wales provide 80% and Flintshire CC have agreed to supply the remaining 20%.

- o We have received the low cost "Bounceback Loan" of £50,000 and will use this to further increase revenue streams.

- o We have engaged the services of an external HR company and an external H&S company. Both have been used effectively since we started working with them, providing advice and expertise that we do not have.

- o The 5-a-side pitch will have a new surface installed in the spring, all funded by Flintshire County Council.

- o We will look to develop closer business and local organisation partnerships once we appoint the "Commercial Manager" in 2023.

Increasing energy costs will be our greatest challenge in 2023. Overall however, we are optimistic for the future of Holywell Leisure Centre, with exciting plans to grow income that will be delivered by an extremely motivated and experienced management team.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is governed by its constitution dated 12 October 2016. The charity is a Charitable Incorporated Organisation (CIO) Registered charity number 1170729.

Trustees

The working group was set up in 2015 by six volunteers and the centre manager who negotiated the transfer of the asset from Flintshire County Council. They gained charitable status in December 2016 and had 5 trustees as of March 2021 who were the only voting members. Since then Tudor Jones has retired as Chair (May 2021) and Paul Islip has succeeded him. 6 Trustees have left and 4 new appointments made. The board is assisted by non-voting voluntary associates who provide specialist and expert assistance (when required) and the contracted centre management team of three.

There must be at least three trustees with the maximum number at twelve at any given time. The board of trustees meets once a month to direct the management and governance of the enterprise. This includes reviews of matters relating to health and safety, finance, risks, maintenance, staff, volunteers, activities, marketing, compliance with regulations, grants and the development of the business. There are specific subcommittees for the oversight of finance, human resources and marketing.

The trustees oversee the affairs of the CIO and exercise all the powers of the CIO including the appointment of new trustees, staff and consultants.

Holywell Leisure Centre Canolfan Hamdden
Treffynnon

Report of the Trustees
for the Year Ended 31 March 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number
1170729

Principal address
North Road
Holywell
Flintshire
CH8 7TQ

Trustees
P Islip
M Lovell-Pascall
L Jones (appointed 26.1.22)
H Crich (resigned 10.2.23)
A Lewis (appointed 26.1.22) (resigned 30.1.23)
A Parry
C McCarthy (appointed 1.4.21)
Dr M Rowlands (appointed 1.4.21)
T Jones (resigned 26.5.21)
A Blundell (resigned 26.5.21)
D Oliver (resigned 27.3.22)
T Murray (resigned 13.9.22)

Auditors
J V Banks
Chartered Accountants and Statutory Auditors
Banks House
Paradise Street
Rhyl
Denbighshire
LL18 3LW

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Holywell Leisure Centre Canolfan Hamdden
Treffynnon

Report of the Trustees
for the Year Ended 31 March 2022

Approved by order of the board of trustees on 29 March 2023 and signed on its behalf by:

P Islip - Trustee

Report of the Independent Auditors to the Trustees of
Holywell Leisure Centre Canolfan Hamdden
Treffynnon

Opinion

We have audited the financial statements of Holywell Leisure Centre Canolfan Hamdden Treffynnon (the 'charity') for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2022 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 Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; 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 are responsible for the preparation of the financial statements which 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 charity'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 charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with trustees and other management, and from our commercial knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charity, including the Charities Act 2011, taxation legislation and data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, relevant regulators including the Health and Safety Executive, and the company's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

J V Banks is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

Report of the Independent Auditors to the Trustees of
Holywell Leisure Centre Canolfan Hamdden
Treffynnon

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

J V Banks
Chartered Accountants and Statutory Auditors
Banks House
Paradise Street
Rhyl
Denbighshire
LL18 3LW

29 March 2023

Holywell Leisure Centre Canolfan Hamdden
Treffynnon

Statement of Financial Activities
for the Year Ended 31 March 2022

	Notes	31.3.22 Unrestricted fund £	31.3.21 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	2	250,676	597,557
Other trading activities	3	475,315	83,783
Investment income	4	34,348	17,551
Total		<u>760,339</u>	<u>698,891</u>
EXPENDITURE ON			
Raising funds	5	751,668	637,362
NET INCOME		8,671	61,529
RECONCILIATION OF FUNDS			
Total funds brought forward		200,468	138,939
TOTAL FUNDS CARRIED FORWARD		<u>209,139</u>	<u>200,468</u>
CONTINUING OPERATIONS			
All income and expenditure has arisen from continuing activities.			

Holywell Leisure Centre Canolfan Hamdden
Treffynnon

Balance Sheet
31 March 2022

	Notes	31.3.22 Unrestricted fund £	31.3.21 Total funds £
FIXED ASSETS			
Tangible assets	10	308,239	292,468
CURRENT ASSETS			
Stocks	11	712	200
Debtors	12	53,306	93,140
Cash at bank and in hand		132,307	218,759
		<hr/>	<hr/>
		186,325	312,099
CREDITORS			
Amounts falling due within one year	13	(32,653)	(98,437)
		<hr/>	<hr/>
NET CURRENT ASSETS		153,672	213,662
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		461,911	506,130
CREDITORS			
Amounts falling due after more than one year	14	(252,772)	(305,662)
		<hr/>	<hr/>
NET ASSETS		209,139	200,468
		<hr/>	<hr/>
FUNDS	16		
Unrestricted funds		209,139	200,468
		<hr/>	<hr/>
TOTAL FUNDS		209,139	200,468
		<hr/>	<hr/>

The financial statements were approved by the Board of Trustees and authorised for issue on 29 March 2023 and were signed on its behalf by:

P Islip - Trustee

Holywell Leisure Centre Canolfan Hamdden
Treffynnon

Cash Flow Statement
for the Year Ended 31 March 2022

	Notes	31.3.22 £	31.3.21 £
Cash flows from operating activities			
Cash generated from operations	1	(48,091)	157,859
Interest paid		(505)	(1,680)
Net cash (used in)/provided by operating activities		<u>(48,596)</u>	<u>156,179</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(33,924)	(249,903)
Interest received		5	62
Net cash used in investing activities		<u>(33,919)</u>	<u>(249,841)</u>
Cash flows from financing activities			
New loans in year		-	50,000
Loan repayments in year		(3,937)	(10,145)
Net cash (used in)/provided by financing activities		<u>(3,937)</u>	<u>39,855</u>
Change in cash and cash equivalents in the reporting period		<u>(86,452)</u>	<u>(53,807)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>218,759</u>	<u>272,566</u>
Cash and cash equivalents at the end of the reporting period		<u><u>132,307</u></u>	<u><u>218,759</u></u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 31 March 2022

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

	31.3.22 £	31.3.21 £
Net income for the reporting period (as per the Statement of Financial Activities)	8,671	61,529
Adjustments for:		
Depreciation charges	18,154	18,108
Interest received	(5)	(62)
Interest paid	505	1,680
(Increase)/decrease in stocks	(512)	400
Decrease/(increase) in debtors	39,834	(57,827)
(Decrease)/increase in creditors	(114,738)	134,031
Net cash (used in)/provided by operations	<u>(48,091)</u>	<u>157,859</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.21 £	Cash flow £	At 31.3.22 £
Net cash			
Cash at bank and in hand	<u>218,759</u>	<u>(86,452)</u>	<u>132,307</u>
	<u>218,759</u>	<u>(86,452)</u>	<u>132,307</u>
Debt			
Debts falling due within 1 year	-	(9,568)	(9,568)
Debts falling due after 1 year	<u>(50,000)</u>	<u>13,504</u>	<u>(36,496)</u>
	<u>(50,000)</u>	<u>3,936</u>	<u>(46,064)</u>
Total	<u>168,759</u>	<u>(82,516)</u>	<u>86,243</u>

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

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

Expenditure

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

Tangible fixed assets

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

Stocks

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

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

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

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

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

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

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

2. DONATIONS AND LEGACIES

	31.3.22	31.3.21
	£	£
Fundraising	27	3
Grants	221,035	423,306
CJRS	29,614	174,248
	<u>250,676</u>	<u>597,557</u>

Grants received, included in the above, are as follows:

	31.3.22	31.3.21
	£	£
Other grants	<u>221,035</u>	<u>423,306</u>

3. OTHER TRADING ACTIVITIES

	31.3.22	31.3.21
	£	£
Sales	<u>475,315</u>	<u>83,783</u>

4. INVESTMENT INCOME

	31.3.22	31.3.21
	£	£
Rents received	34,343	17,489
Deposit account interest	5	62
	<u>34,348</u>	<u>17,551</u>

5. RAISING FUNDS

Other trading activities

	31.3.22	31.3.21
	£	£
Opening stock	200	600
Purchases	1,684	1,434
Closing stock	(712)	(200)
Bad debts	-	1,670
Support costs	750,496	633,858
	<u>751,668</u>	<u>637,362</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

6. SUPPORT COSTS

	Management £	Finance £	Other £	Governance costs £	Totals £
Other trading activities	20,559	4,462	712,964	12,511	750,496

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

8. STAFF COSTS

	31.3.22 £	31.3.21 £
Wages and salaries	384,631	338,928
Social security costs	18,924	14,805
Other pension costs	42,131	38,440
	<u>445,686</u>	<u>392,173</u>

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

	31.3.22	31.3.21
Leisure centre staff	<u>43</u>	<u>38</u>

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

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	597,557
Other trading activities	83,783
Investment income	<u>17,551</u>
Total	<u>698,891</u>
EXPENDITURE ON	
Raising funds	<u>637,362</u>
NET INCOME	61,529
RECONCILIATION OF FUNDS	
Total funds brought forward	138,939

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

Unrestricted
fund
£

TOTAL FUNDS CARRIED
FORWARD

200,468

10. TANGIBLE FIXED ASSETS

	Short leasehold £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1 April 2021	263,916	72,389	8,348	344,653
Additions	2,520	31,404	-	33,924
At 31 March 2022	266,436	103,793	8,348	378,577
DEPRECIATION				
At 1 April 2021	9,946	37,310	4,929	52,185
Charge for year	9,072	8,397	684	18,153
At 31 March 2022	19,018	45,707	5,613	70,338
NET BOOK VALUE				
At 31 March 2022	247,418	58,086	2,735	308,239
At 31 March 2021	253,970	35,079	3,419	292,468

11. STOCKS

	31.3.22 £	31.3.21 £
Stocks	712	200

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.22 £	31.3.21 £
Trade debtors	23,524	12,374
Other debtors	5,771	-
Prepayments and accrued income	24,011	80,766
	53,306	93,140

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.22	31.3.21
	£	£
Bank loans and overdrafts (see note 15)	9,568	-
Trade creditors	-	59,388
Social security and other taxes	-	2,906
Other creditors	412	4,108
Accruals and deferred income	22,673	32,035
	<u>32,653</u>	<u>98,437</u>

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

	31.3.22	31.3.21
	£	£
Bank loans (see note 15)	36,496	50,000
Accruals and deferred income	-	31,437
Deferred government grants	216,276	224,225
	<u>252,772</u>	<u>305,662</u>

15. LOANS

An analysis of the maturity of loans is given below:

	31.3.22	31.3.21
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>9,568</u>	<u>-</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>36,496</u>	<u>50,000</u>

16. MOVEMENT IN FUNDS

	At 1.4.21	Net movement in funds	At 31.3.22
	£	£	£
Unrestricted funds			
General fund	200,468	8,671	209,139
	<u>200,468</u>	<u>8,671</u>	<u>209,139</u>
TOTAL FUNDS	<u>200,468</u>	<u>8,671</u>	<u>209,139</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	760,339	(751,668)	8,671
	<u>760,339</u>	<u>(751,668)</u>	<u>8,671</u>
TOTAL FUNDS	<u>760,339</u>	<u>(751,668)</u>	<u>8,671</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	138,939	61,529	200,468
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>138,939</u>	<u>61,529</u>	<u>200,468</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	698,891	(637,362)	61,529
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>698,891</u>	<u>(637,362)</u>	<u>61,529</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.20 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	138,939	70,200	209,139
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>138,939</u>	<u>70,200</u>	<u>209,139</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,459,230	(1,389,030)	70,200
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>1,459,230</u>	<u>(1,389,030)</u>	<u>70,200</u>

17. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2022.

Holywell Leisure Centre Canolfan Hamdden
Treffynnon

Detailed Statement of Financial Activities
for the Year Ended 31 March 2022

	31.3.22 £	31.3.21 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Fundraising	27	3
Grants	221,035	423,306
CJRS	29,614	174,248
	<hr/>	<hr/>
	250,676	597,557
Other trading activities		
Sales	475,315	83,783
Investment income		
Rents received	34,343	17,489
Deposit account interest	5	62
	<hr/>	<hr/>
	34,348	17,551
Total incoming resources	<hr/>	<hr/>
	760,339	698,891
EXPENDITURE		
Other trading activities		
Opening stock	200	600
Purchases	1,684	1,434
Bad debts	-	1,670
Closing stock	(712)	(200)
	<hr/>	<hr/>
	1,172	3,504
Support costs		
Management		
Advertising	20,559	-
Finance		
Bank charges	3,961	2,250
Bank interest	-	1,680
Bank loan interest	501	-
	<hr/>	<hr/>
	4,462	3,930
Other		
Wages	384,631	338,928
Social security	18,924	14,805
Pensions	42,131	38,440
Hire of plant and machinery	1,861	7,825
Other operating leases	1,311	827
Rates and water	8,754	6,892
Insurance	22,320	20,537
Carried forward	479,932	428,254

This page does not form part of the statutory financial statements

Holywell Leisure Centre Canolfan Hamdden
Treffynnon

Detailed Statement of Financial Activities
for the Year Ended 31 March 2022

	31.3.22 £	31.3.21 £
Other		
Brought forward	479,932	428,254
Light and heat	101,599	100,328
Telephone	2,372	3,847
Postage and stationery	1,376	447
Sundries	340	-
Staff training	4,107	377
Cleaning	8,711	10,106
Chemicals	10,410	4,328
Workwear	1,550	-
Service contracts	11,159	15,571
Licences	2,123	4,246
IT hardware and software	11,681	19,123
Repairs and renewals	56,937	17,284
External instructors	2,509	857
Short leasehold	9,073	8,989
Plant and machinery	8,397	8,264
Fixtures and fittings	684	855
Other interest	4	-
	<hr/> 712,964	<hr/> 622,876
Governance costs		
Auditors' remuneration	1,992	1,896
Accountancy and legal fees	3,650	3,466
Professional fees	6,869	1,690
	<hr/> 12,511	<hr/> 7,052
Total resources expended	<hr/> 751,668	<hr/> 637,362
Net income	<hr/> <hr/> 8,671	<hr/> <hr/> 61,529