

Company Registration No. CE009368 (England and Wales)

Charity registration number 1170729

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023



HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Mr Leonard Jones
Dr Mark Rowlands
Ms Carmel McCarth
Mr Adam Parry
Mr Paul Islip
Ms Magali Lovell-Pascal

Charity number

1170729

Principal address

Fron Park Road
Holywell
Flintshire
United Kingdom
CH8 7UZ

Independent examiner

Azets Audit Services
Brynford House
21 Brynford Street
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HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

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HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2023

The trustees present their annual report and financial statements for the year ended 31 March 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with "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.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake. 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.

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).

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

Achievements 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 2023

This was our first year of normal operations following the restrictions imposed due to the Covid pandemic. Our customer numbers gradually increased through the year as their confidence and desire to get back to the leisure centre increased.

The centre management also developed some exciting initiatives to encourage people to return.

- A new updated website promoting the centre activities, clubs and benefits.
- Promotion of swimming lessons resulting in record numbers attending (700 plus).
- A "warm space" area provided in the Library over the winter months.
- New gym equipment and pool covers.
- New classes such as Boot Camp and Yoga.

We were also able to tap into Flintshire County Council's "Emergency Reserve Fund" to help businesses recover after the pandemic. We used this funding to focus on driving revenue for the centre.

- 1 year funding for a "Marketing and Communications" manager to improve our offer to the customer and increase sales and to improve communications both internally and externally. Amy Lewis, who was a trustee, took on the role in Feb 2023, and consequently, resigned from the Board.
- New indoor cricket nets for the local clubs to train.
- Funding to allow the centre to offer attractive membership promotional discounts.
- Management training.

During the year, gas and electricity prices increased significantly, primarily driven by the war in the Ukraine. We were fortunate as our energy costs were fixed (electricity to March 2023 and gas to Dec 2023). However, after these dates, our costs will also have to increase to the level at the time. In order to mitigate this, we successfully applied to Sports Wales for a non repayable grant for Solar Panels (£167k), and LED lighting (£55k) to be installed in summer 2023.

Financial review

In a normal trading year, the centre would have expected trading sales income to be in the region of £695,000.

Income gradually increased through the year as customers returned resulting in total income of £877,788 in sales turnover and grant support to March 2023. This includes sales income of £680,460 and grants of £196,940. Expenditure totalled £919,207 which resulted in a loss of £41,419. Our contingency fund account stands at £98,358 and a carry forward amount in the business account of £93,532.

Our on going grants provided by the local and county councils are as follows;

Flintshire CC £176,118

Holywell TC £10,000

Local Community Councils £1,400

The Board and the Management Team continue to work together to improve the working and leisure environment for our staff and our customers and it is pleasing to see attendances increase. Our 2023 Q1 accounts show a breakeven.

Reserves policy

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

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.

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.

Plans for future periods

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.

Our greatest challenge for the 2023/24 year is the increase in energy costs. However, the Solar panels and LED lighting were installed in August and are now operational. Also, Flintshire CC have funding available this year to offset 90% of the increase that we pay. We will soon know the savings generated by the solar and LED, while energy prices are beginning to show signs of reducing, so by March 2024 the financial impact should be considerably lower.

We are driving sales by adding new classes and swimming lessons continue to be in record high demand. We have increased staff accordingly and added in swimming lessons for deaf children for the first time. We have completed a gym refurbishment with new mirrors, lighting and machines. We also have funding in place to re-surface the outdoor 5-a-side football pitch which will take place this year.

We also recently held an "Open Day" which offered free activities throughout the centre. This was extremely well attended and served as a very positive promotion of the centre.

There is a very positive culture throughout the management team with regular communications about the future goals and improvement ideas planned of the centre. The Board are optimistic that the centre will continue to grow as the local hub for health, leisure and social activities.

I would also like to place on record my thanks to the Team and my fellow Trustees who work positively, tirelessly and continue to embrace the changes to ensure that we remain at the heart of the community.

Increasing energy costs have been and will continue to be our greatest challenge in 2023 and 2024 . 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

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

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr Leonard Jones

Dr Mark Rowlands

Ms Carmel McCarth

Mr Adam Parry

Mr Paul Islip

Ms Magali Lovell-Pascal

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The board of trustees 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.

The trustees' report was approved by the Board of Trustees.

Mr Paul Islip
Trustee

21 November 2023

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

I report to the trustees on my examination of the financial statements of Holywell Leisure Centre/Canolfan Hamdden Treffynnon (the charity) for the year ended 31 March 2023.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of 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

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of , which is one of the listed bodies.

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no 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 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

I have no concerns and have come across 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.



Susanna Cassey FCA

Azets Audit Services

Brynford House
21 Brynford Street
Holywell
Flintshire
CH8 7RD
United Kingdom

Dated: 21 November 2023

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

		Unrestricted funds 2023 £	Unrestricted funds 2022 £
	Notes		
<u>Income from:</u>			
Donations and legacies	3	196,958	250,676
Charitable activities	2	656,535	475,315
Investments	4	24,295	34,348
Total income		877,788	760,339
<u>Expenditure on:</u>			
Raising funds	5	4,601	1,172
Charitable activities	6	914,606	750,496
Total expenditure		919,207	751,668
Net (expenditure)/income for the year/ Net movement in funds		(41,419)	8,671
Fund balances at 1 April 2022		209,139	200,468
Fund balances at 31 March 2023		167,720	209,139

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

All income and expenditure derive from continuing activities.

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

BALANCE SHEET

AS AT 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	11		290,994		308,239
Current assets					
Stocks	12	2,064		712	
Debtors	13	23,589		53,306	
Cash at bank and in hand		191,891		132,307	
		<u>217,544</u>		<u>186,325</u>	
Creditors: amounts falling due within one year	14	<u>(63,344)</u>		<u>(32,653)</u>	
Net current assets			154,200		153,672
Total assets less current liabilities			445,194		461,911
Creditors: amounts falling due after more than one year	15		(277,474)		(252,772)
Net assets			<u>167,720</u>		<u>209,139</u>
Income funds					
Unrestricted funds			167,720		209,139
			<u>167,720</u>		<u>209,139</u>

The financial statements were approved by the Trustees on 21 November 2023

Mr Paul Islip
Trustee

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	21		49,091		(82,939)
Investing activities					
Purchase of tangible fixed assets		(4,197)		(33,924)	
Investment income received		24,295		34,348	
Net cash generated from investing activities			20,098		424
Financing activities					
Repayment of bank loans		(9,605)		(3,937)	
Net cash used in financing activities			(9,605)		(3,937)
Net increase/(decrease) in cash and cash equivalents			59,584		(86,452)
Cash and cash equivalents at beginning of year			132,307		218,759
Cash and cash equivalents at end of year			191,891		132,307

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

Charity information

Holywell Leisure Centre/Canolfan Hamdden Treffynnon is a Charitable Incorporated Organisation (CIO) registered with the Charity Commission (registration number 1170729).

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements 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, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

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

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.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.5 Expenditure

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.

1.6 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:

Leasehold improvements	Depreciated over 30 years straight line
Plant and equipment	Depreciated at 20% p.a. reducing balance
Fixtures and fittings	Depreciated at 20% p.a. reducing balance

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.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible 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).

1.8 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.

1.9 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.

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

1 Accounting policies

(Continued)

1.10 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 debtors 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. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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 payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

1.11 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.

1.12 Retirement benefits

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

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

2 Charitable activities

	Income 2023 £	Income 2022 £
Sales	656,535	475,315
Charitable trading income		

3 Donations and legacies

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Donations	18	25
Grants	196,940	250,651
	196,958	250,676

4 Investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Rental income	23,925	34,343
Bank deposit interest	370	5
	24,295	34,348

5 Raising funds

Unrestricted funds 2023 £	Unrestricted funds 2022 £
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HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

5 Raising funds

(Continued)

Trading costs		
Opening stock	712	200
Purchases	5,953	1,684
Closing stock	(2,064)	(712)
Trading costs	4,601	1,172
	4,601	1,172

6 Charitable activities

	Expenditure 2023 £	Expenditure 2022 £
Staff costs	501,326	445,686
Depreciation and impairment	21,442	18,154
Marketing	19,385	20,560
Bank charges and interest	13,712	4,466
Hire of machinery and operating leases	1,043	3,171
Chemicals	14,610	10,410
Rates and insurance	43,366	31,073
Light and heat	125,639	101,599
Telephone, postage and stationery	4,014	4,087
External contractors	6,209	2,509
Staff training	4,921	4,107
Cleaning	16,608	8,711
Service contracts	24,143	11,159
Licences	6,023	2,123
IT software and hardware	10,357	11,681
Repairs and renewals	72,223	58,489
Costs at Holywell High School	21,487	-
	906,508	737,985
Share of governance costs (see note 7)	8,098	12,511
	914,606	750,496

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

7 Support costs

	Support costs £	Governance costs £	2023 £	2022 £
Independent Examination	-	2,000	2,000	1,992
Accountancy	-	2,354	2,354	3,650
Legal and professional	-	3,744	3,744	6,869
	-	8,098	8,098	12,511
Analysed between Charitable activities	-	8,098	8,098	12,511

Governance costs includes payment for an Independent Examination of £2,000 (2022- £1,992 for audit fees).

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

9 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
	50	43
Employment costs	2023 £	2022 £
Wages and salaries	434,972	384,631
Social security costs	21,944	18,924
Other pension costs	44,410	42,131
	501,326	445,686

There were no employees whose annual remuneration was more than £60,000.

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

11 Tangible fixed assets

	Leasehold improvements £	Plant and equipment £	Fixtures and fittings £	Total £
Cost				
At 1 April 2022	266,436	103,793	8,348	378,577
Additions	-	4,197	-	4,197
At 31 March 2023	266,436	107,990	8,348	382,774
Depreciation and impairment				
At 1 April 2022	19,018	45,707	5,613	70,338
Depreciation charged in the year	9,073	11,822	547	21,442
At 31 March 2023	28,091	57,529	6,160	91,780
Carrying amount				
At 31 March 2023	238,345	50,461	2,188	290,994
At 31 March 2022	247,418	58,086	2,735	308,239

12 Stocks

	2023 £	2022 £
Raw materials and consumables	2,064	712

13 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	8,798	23,524
Other debtors	-	5,771
Prepayments and accrued income	14,791	24,011
	23,589	53,306

14 Creditors: amounts falling due within one year

	Notes	2023 £	2022 £
Bank loans	16	10,000	9,568
Other taxation and social security		7,057	-
Other creditors		2,119	412
Accruals and deferred income		44,168	22,673
		63,344	32,653

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

15 Creditors: amounts falling due after more than one year

	Notes	2023 £	2022 £
Bank loans	16	26,459	36,496
Government grants	17	251,015	216,276
		<u>277,474</u>	<u>252,772</u>

16 Loans and overdrafts

	2023 £	2022 £
Bank loans	<u>36,459</u>	<u>46,064</u>
Payable within one year	10,000	9,568
Payable after one year	<u>26,459</u>	<u>36,496</u>

17 Government grants

Deferred income is included in the financial statements as follows:

	2023 £	2022 £
Deferred income is included within:		
Non-current liabilities	<u>251,015</u>	<u>216,276</u>
Movements in the year:		
Deferred income at 1 April 2022	216,276	224,225
Released from previous periods	(9,421)	(7,949)
Resources deferred in the year	<u>44,160</u>	<u>-</u>
Deferred income at 31 March 2023	<u>251,015</u>	<u>216,276</u>

Included in long term trade creditors is an amount of £251,015 payable to Flintshire County Council to fund the installation of a new central heating system. It is not immediately payable and the Trustees consider that the amount should be disclosed on the understanding that the system, by its fixed nature will ultimately benefit the landlord. The deferred income is being released over thirty years.

18 Unrestricted funds

All funds received and expended are unrestricted and are used in the day to day running of the charitable company.

HOLYWELL LEISURE CENTRE/CANOLFAN HAMDDEN TREFFYNNON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

19 Analysis of net assets between funds

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Fund balances at 31 March 2023 are represented by:		
Tangible assets	290,994	308,239
Current assets/(liabilities)	154,200	153,672
Long term liabilities	(277,474)	(252,772)
	<u>167,720</u>	<u>209,139</u>

20 Related party transactions

There were no disclosable related party transactions during the year (2022 - none).

21 Cash generated from operations

	2023 £	2022 £
(Deficit)/surplus for the year	(41,419)	8,671
Adjustments for:		
Investment income recognised in statement of financial activities	(24,295)	(34,348)
Depreciation and impairment of tangible fixed assets	21,442	18,154
Movements in working capital:		
(Increase) in stocks	(1,352)	(512)
Decrease in debtors	29,717	39,834
Increase/(decrease) in creditors	30,259	(106,789)
Increase/(decrease) in deferred income	34,739	(7,949)
Cash generated from/(absorbed by) operations	<u>49,091</u>	<u>(82,939)</u>

22 Analysis of changes in net funds

	At 1 April 2022 £	Cash flows £	At 31 March 2023 £
Cash at bank and in hand	132,307	59,584	191,891
Loans falling due within one year	(9,568)	(432)	(10,000)
Loans falling due after more than one year	(36,496)	10,037	(26,459)
	<u>86,243</u>	<u>69,189</u>	<u>155,432</u>