

BATH RECREATION LIMITED

England & Wales · Charity number 1173521

Details

Status	Registered
Legal form	Charitable company
Company number	10735297
Registered	2017-06-21
Register	View on the Charity Commission register

Contact

Address	Pulteney Mews Bath BA2 4DS
Phone	01225337952
Email	admin@bathrec.co.uk
Website	http://www.bathrec.co.uk

Activities

Objects: THE OBJECTS OF THE CHARITY ARE THE PROVISION, WITH OR WITHOUT CHARGE, OF PROPERTY IN OR NEAR BATH (INCLUDING BUT NOT LIMITED TO BATH RECREATION GROUND) FOR USE AS INDOOR AND OUTDOOR RECREATIONAL FACILITIES FOR THE BENEFIT OF THE PUBLIC.

Activities: The objects of the Charity are the provision, with or without charge, of property in or near Bath (including but not limited to Bath Recreation Ground) for use as indoor and outdoor recreational facilities for the benefit of the public.

Classification

- **How:** Provides Buildings/facilities/open Space
- **What:** Recreation
- **Who:** The General Public/mankind

Geography

- Bath And North East Somerset
- South Gloucestershire
- Wiltshire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£1,304,942	£1,221,516	£8,865,599	13
2024-03-31	£863,185	£963,784	£8,950,626	12
2023-03-31	£924,445	£818,597	£9,020,400	8
2022-03-31	£751,133	£781,076	£9,001,085	6
2021-03-31	£742,635	£605,850	£7,017,375	5

Trustees

Name	Role	Appointed
Alistair Ian Colston		2022-06-08
Cassie Stokes		2025-03-17
JASON HENRY STUART DALLEY		2019-09-11
Martin John Harman		2018-09-12
Michael John Laughton		2025-03-17
Naomi Ruth Defroand		2019-09-11

Linked charities

- BATH RECREATION GROUND TRUST (1173521-1)

BATH RECREATION LIMITED

England & Wales - Charity number 1173521

Accounts

REGISTERED COMPANY NUMBER: 10735297 (England and Wales)
REGISTERED CHARITY NUMBER: 1173521

Group Report of the Trustees and
Group Financial Statements
for the Year Ended 31 March 2025
for
Bath Recreation Limited

Sumer Auditco Limited
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

Bath Recreation Limited

Contents of the Financial Statements
for the Year Ended 31 March 2025

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 6
Report of the Independent Auditors	7 to 9
Consolidated Statement of Financial Activities	10
Consolidated Balance Sheet	11
Charity Balance Sheet	12
Consolidated Cash Flow Statement	13
Notes to the Consolidated Financial Statements	14 to 29

Bath Recreation Limited

Reference and Administrative Details
for the Year Ended 31 March 2025

TRUSTEES	Michael Laughton (appointed 17 March 2025) Chair (appointed 29 September 2025) Naomi Defroand Vice Chair Martin Harman CBE Jason Dalley Alistair Colston Cassie Stokes (appointed 17 March 2025) Mark Powell (resigned 25 October 2024) Keziah Trump (resigned 4 March 2025) Helen Donovan (resigned 6 August 2025)
REGISTERED OFFICE	Pulteney Mews Bath BA2 4DS
REGISTERED COMPANY NUMBER	10735297 (England and Wales)
REGISTERED CHARITY NUMBER	1173521
AUDITORS	Sumer Auditco Limited Statutory Auditor Chartered Accountants County Gate County Way Trowbridge Wiltshire BA14 7FJ
BANKERS	HSBC 41 Southgate Bath BA1 1TN
SOLICITORS	Veale Wasbrough Vizards Narrow Quay House Narrow Quay Bristol BS1 4QA
INVESTMENT MANAGER	Rathbones Investment Management Limited EQ 7th Floor 111 Victoria Street Redcliffe Bristol BS1 6AX

Bath Recreation Limited

Report of the Trustees **for the Year Ended 31 March 2025**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2025. 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).

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 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

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charitable company has continued to deliver its objectives at the Recreation Ground and other sites; the provision, with or without charge, of property in or near Bath (including, but not limited to, the Bath Recreation Ground) for use as indoor (to assist in providing ancillary recreation facilities such as changing rooms, toilets and clubhouses and the like to support outdoor recreational space) and outdoor recreational facilities for the benefit of the public.

Our strategic focus is to build our influence by acting as a voice for the benefits of recreation and the preservation of key facilities, provide sustainable growth of our organisation and maintain robust financial stability in order to achieve the best impact possible in the recreation property landscape locally.

We have continued to provide recreation facilities for a wide range of organisations and activities; we produce a separate impact report annually which is distributed widely to demonstrate our work and impact to beneficiaries. Our foundational work with schools and young people continues to deliver great impact and we have moved to bringing staff to support this work into employed roles rather than rely on contracted suppliers. The aim is to deepen relationships with schools and organisations over the long term, the accounts show this direct investment in staff costs which the trustees continue to feel is a positive step forward as we continue to create permanent jobs for local people.

We have continued to grow our partnerships led by the General Manager (Activity), a new role to provide greater contact with beneficiaries and particularly partner organisations who directly deliver activity and need property support. The trustees see this type of collaboration to be a force multiplier as we harness greater skills and capabilities for the good of our shared beneficiaries providing specialist property guidance, advice and resources.

As part of our strategy to diversify our capabilities and revenue the Trading Company has been a notable success to date; contributing a greater revenue diversity but also extending the Charity's reach to local organisations, clubs and schools.

The activities undertaken across our estate during the year are considered by the Trustees to be of direct benefit to the public at large, and they confirm that they have had regard to the guidance issued by the Charity Commission on public benefit and have followed this in planning and undertaking the activities.

The charitable company does not actively solicit donations from the public and has no need to develop formal policies on its fundraising approach at this stage.

Bath Recreation Limited

Report of the Trustees
for the Year Ended 31 March 2025

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Our property and sites continue to provide for a wide range of community activity; mid-sized events are becoming more frequent at the Rec after the prolonged recovery period post covid. The Glasshouse site is now an established community venue and attracts a wide range of activity from school sports, club cricket to family services and training for the Local Authority and third sector services.

The programmes the Charity set up for young people and schools over 5 years ago are now fully embedded and funded directly by the Charity. We are very grateful for the priming support provided by St John's Foundation, the Medlock Charitable Trust and George Cadbury Trust.

We were approached by a local sports club, Larkhall AFC who had self-funded a new 3G pitch as they sought assistance to complete the project and successfully launch it for their club and wider community. We were able to provide a loan for £50k to support the project and will work with the club to ensure the facility can operate to its full potential for as wide a range of beneficiaries as possible.

The management and trustee working group structure introduced in 2023 continues to enable an effective link between trustees and senior management and is operating coherently supporting our growth and strong decision making between the executive and Board of Trustees. Whilst the Property Working Group maintain focus on the stadium development the Activity Working Group (renamed from Education WG) is shifting their focus to add strategic partnerships and future strategy to the oversight of the Glasshouse and Buds programmes.

The Charity subsidiary company has delivered a positive financial contribution and is looking to identify a permanent base to develop activity.

FINANCIAL REVIEW

Reserves policy

It is the policy of the Trustees that the charitable company should hold sufficient unrestricted reserves to enable it to meet its ongoing commitments equal to six months operating expenditure.

For the year ending 31 March 2025 six months operating expenditure was approximately £0.45m and cash held at year end was £0.33m.

£1.2m is held in an investment portfolio and this amount is held to provide sufficient resources to enable the Charity to fund any additional opportunities for the charitable company's objectives to be furthered as they may arise. Together the cash and investment portfolio is sufficient to meet these reserves.

Of the remaining reserves £7.7m are not easily realisable as they relate to fixed assets or freehold property.

The Charity has continued to designate £400k for future site opportunities.

Details of the restricted, endowment and unrestricted funds available to the charitable company at the balance sheet date are given in note 21 to these financial statements. The Trustees consider the reserves position at this date to be satisfactory.

Bath Recreation Limited

Report of the Trustees **for the Year Ended 31 March 2025**

Going concern

The charitable company receives the majority of its ongoing income from trading activity together with Bath Rugby and Bath and North East Somerset Council for the ongoing use of its facilities. The trading activity is generating a strong return and together with a proportion of lease income having an end date in 2069, the Trustees are of the view that this provides sufficient security to mitigate any risk to its continued existence.

Taking into account the operations of the charitable company and the current reserves position, the Trustees are of the opinion that the going concern basis for the preparation of the financial statements is appropriate.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity operating through a company limited by guarantee is the sole Trustee of Bath Recreation Ground Trust and is governed by a Scheme dated 14 December 2016, a Direction given on 3 November 2017 and the Articles of Association. The Articles of Association were amended by resolution on 9 March 2022 to reflect the changing needs for the governance structure. The additional provision for an extra 3-year term of office (changing the maximum period from 6 years to 9 years).

Recruitment and appointment of new trustees

The Company Trustee body is made up of not less than three co-opted trustees. Following the removal of nominating bodies one of the nominated trustees was retained as a co-opted trustee and the recruitment process was started to identify 2 new trustees with specialist knowledge and experience in the accounting and education fields.

Mike Laughton and Cassie Wilson (Stokes) joined the Board of Trustees in March 2025 and add strength to key areas as identified above. Due to a work-related conflict Mark Powell had to resign in October 2024; the Charity recognise the significant contribution made by him over a very busy period where his professional knowledge and skill were a great asset to the development of the Charity.

When appointing co-opted Trustees, the Trustees must:

- a. identify the needs of the charity regarding skills or knowledge of its Trustees; and
- b. consider the extent to which appointees demonstrate the skills or knowledge; and
- c. not appoint members of Bath and North East Somerset Council.

Of the co-opted Trustees, the Trustees must appoint at least one whose skills and knowledge include an ability to represent those groups of beneficiaries that use the recreation ground, other than Bath Rugby.

In appointing co-opted Trustees, the Trustees must have regard to the desirability of advertising or using trustee brokerage services. Candidates must be asked to consider and declare any existing or potential conflicts of interest before appointment.

At least three of the Trustees must be resident within 5 miles of Bath Abbey.

The Trustees are responsible for monitoring the ongoing risks facing the charitable company. The Trustees are satisfied that major risks have been reviewed and that systems and procedures appropriately established to manage those risks.

Key management remuneration

Trustees are not remunerated by the charity. Remuneration levels of the charitable company's key management are set in accordance with market rates and kept under review by the Trustees.

Events since the year end

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

Bath Recreation Limited

Report of the Trustees
for the Year Ended 31 March 2025

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Bath Recreation Limited for the purposes of company law) 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) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

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

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Bath Recreation Limited

Report of the Trustees
for the Year Ended 31 March 2025

AUDITORS

The auditors, Sumer Auditco Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on 7-11-25 and signed on its behalf by:


.....
Michael Laughton ✓ Trustee

**Report of the Independent Auditors to the Members of
Bath Recreation Limited**

Opinion

We have audited the financial statements of Bath Recreation Limited (the 'parent charity') and its subsidiary ('the group') for the year ended 31 March 2025 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent charity's affairs as at 31 March 2025 and the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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 charitable company'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.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**Report of the Independent Auditors to the Members of
Bath Recreation Limited**

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charitable company and sector, we identified that the principal risks of non-compliance with laws and regulations related company and charity legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements of the charitable company. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Statement of Recommended Practice and the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to potential lack of segregation of duties, bookkeeping errors and management bias in accounting estimates and judgemental areas of the financial statements. Audit procedures performed by the audit engagement team included:

- Discussions with management, including consideration of known or suspected instances of non-compliance with laws and regulations and fraud;
- Understanding of management's internal controls designed to prevent and detect irregularities and fraud;
- Reviewing the Charities' legal costs to check for non-compliance with laws and regulations and fraud;
- Reviewing Board of Trustees minutes;
- Designing audit procedures to incorporate unpredictability around the nature, timing, or extent of our testing of expenses;
- Testing transactions entered into outside of the normal course of the Charities business; and
- Identifying and testing journal entries.

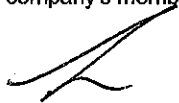
There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through 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.

Report of the Independent Auditors to the Members of
Bath Recreation Limited

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



James Gare (Senior Statutory Auditor)
for and on behalf of Sumer Auditco Limited
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

Date: 13/11/2025

Bath Recreation Limited

Consolidated Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 March 2025

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2025 Total funds £	2024 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	-	69,725	-	69,725	56,586
Charitable activities	4					
Provision of recreational facilities and supporting events consistent with the charitable objects		427,916	-	-	427,916	416,537
Other trading activities – income from subsidiary	21	499,969	-	-	499,969	117,014
Investment income	3	<u>307,332</u>	<u>-</u>	<u>-</u>	<u>307,332</u>	<u>273,048</u>
Total		<u>1,235,217</u>	<u>69,725</u>	<u>-</u>	<u>1,304,942</u>	<u>863,185</u>
EXPENDITURE ON						
Fundraising						
Raising funds – cost of running subsidiary	21	242,157	-	-	242,157	41,684
Charitable activities	5					
Provision of recreational facilities and supporting events consistent with the charitable objects		909,634	69,725	-	979,359	922,100
Total		<u>1,151,791</u>	<u>69,725</u>	<u>-</u>	<u>1,221,516</u>	<u>963,784</u>
Net gains/(losses) on investments	14	<u>6,287</u>	<u>-</u>	<u>-</u>	<u>6,287</u>	<u>58,890</u>
NET INCOME/(EXPENDITURE)		89,713	-	-	89,713	(41,709)
RECONCILIATION OF FUNDS						
Total funds brought forward		<u>2,899,306</u>	<u>-</u>	<u>6,080,953</u>	<u>8,980,259</u>	<u>9,021,968</u>
TOTAL FUNDS CARRIED FORWARD		<u>2,989,019</u>	<u>-</u>	<u>6,080,953</u>	<u>9,069,972</u>	<u>8,980,259</u>

The notes form part of these financial statements

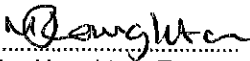
Bath Recreation Limited (Registered number: 10735297)

Consolidated Balance Sheet
31 March 2025

	Notes	2025 £	2024 £
FIXED ASSETS			
Intangible assets	12	398,250	442,500
Tangible assets	13	3,650,572	3,763,612
Investments			
Investments	14	1,210,088	1,193,287
Investment property	15	<u>3,670,000</u>	<u>3,670,000</u>
		8,928,910	9,069,399
CURRENT ASSETS			
Debtors	16	164,485	74,188
Cash at bank		<u>334,378</u>	<u>329,644</u>
		498,863	403,832
CREDITORS			
Amounts falling due within one year	17	(207,802)	(192,972)
NET CURRENT ASSETS		<u>291,061</u>	<u>210,860</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		9,219,971	9,280,259
CREDITORS			
Amounts falling due after more than one year	18	(150,000)	(300,000)
NET ASSETS		<u>9,069,971</u>	<u>8,980,259</u>
FUNDS	21		
Unrestricted funds		2,589,018	2,499,306
Designated funds		400,000	400,000
Endowment funds		<u>6,080,953</u>	<u>6,080,953</u>
TOTAL FUNDS		<u>9,069,971</u>	<u>8,980,259</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 7-11-25 and were signed on its behalf by:


.....
Michael Laughton - Trustee

The notes form part of these financial statements


Bath Recreation Limited (Registered number: 10735297)

Charity Balance Sheet
31 March 2025

	Notes	2025 £	2024 £
FIXED ASSETS			
Intangible Assets	12	398,250	442,500
Tangible assets	13	3,648,080	3,763,612
Investments			
Investments	14	1,210,089	1,193,288
Investment property	15	<u>3,670,000</u>	<u>3,670,000</u>
		8,926,419	9,069,400
CURRENT ASSETS			
Debtors	16	182,999	139,530
Cash at bank		<u>108,671</u>	<u>228,863</u>
		291,670	368,393
CREDITORS			
Amounts falling due within one year	17	(202,490)	(187,159)
NET CURRENT ASSETS		<u>89,180</u>	<u>181,234</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		9,015,599	9,250,634
CREDITORS			
Amounts falling due after more than one year	18	(150,000)	(300,000)
NET ASSETS		<u>8,865,599</u>	<u>8,950,634</u>
FUNDS	21		
Unrestricted funds		2,384,646	2,469,681
Designated funds		400,000	400,000
Endowment funds		<u>6,080,953</u>	<u>6,080,953</u>
TOTAL FUNDS		<u>8,865,599</u>	<u>8,950,634</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 7-11-25 and were signed on its behalf by:



.....
Michael Laughton - Trustee

The notes form part of these financial statements

Bath Recreation Limited

Consolidated Cash Flow Statement
for the Year Ended 31 March 2025

	Notes	2025 £	2024 £
Cash flows from operating activities			
Group cash generated from operations	23	<u>15,871</u>	<u>425,967</u>
Net group cash (used in)/provided by operating activities		<u>15,871</u>	<u>425,967</u>
Group cash flows from investing activities			
Purchase of tangible fixed assets		(2,958)	(150,000)
Purchase of fixed asset investments		(716,385)	(396,672)
Acquisition of trade		-	(450,000)
Sale of fixed asset investments		705,871	347,000
Investment fees charged		-	10,742
Interest received		<u>2,335</u>	<u>6,048</u>
Net group cash used in investing activities		<u>(11,137)</u>	<u>(632,882)</u>
Change in group cash and cash equivalents in the reporting period		4,734	(206,915)
Group cash and cash equivalents at the beginning of the reporting period		<u>329,644</u>	<u>536,559</u>
Group cash and cash equivalents at the end of the reporting period		<u><u>334,378</u></u>	<u><u>329,644</u></u>

The notes form part of these financial statements

Bath Recreation Limited

Notes to the Financial Statements for the Year Ended 31 March 2025

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Bath Recreation Limited as a charitable company established in England and Wales. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company. The address of the registered office is given in the reference and administrative details on page 1 of these financial statements. The nature of the charitable company's operations and principal activities are described in the Report of the Trustees.

The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The functional currency of the charitable company, and the presentation currency of these financial statements is the pound sterling ("£").

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from approving these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Preparation of consolidated financial statements

The financial statements consolidate the results of the Charity and its wholly-owned subsidiary Bath Recreation (Trading) Limited both of which make up their financial statements to 31 March. A separate statement of financial activities, or income and expenditure account, for the charity itself is not presented because the charity has taken advantage of the exemptions afforded by Section 408 of the Companies Act 2006.

Income

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

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Fees and rental income receivable

Fees and rental income receivable are recognised in the Statement of Financial Activities in the period to which they relate. Where fee or rental income is received or receivable in advance of the period to which it relates, its recognition is deferred and included in creditors as deferred income.

Donations

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing.

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.

Bath Recreation Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2025

1. ACCOUNTING POLICIES - continued

Intangible fixed assets

Goodwill arising on business combinations is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful life. The period chosen for writing off goodwill is 10 years.

Tangible fixed assets

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

Land and buildings	- Nil
Glasshouse building	- 2% on straight line basis
Improvements to property	- 10% on reducing balance
Machinery and equipment	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

No depreciation is charged on land. Assets costing over £250 are capitalised.

Investments

Listed investments are included in the balance sheet at fair value (their market value).

The realised and unrealised gains on investments are reflected in the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value as the period end and opening market value (or purchase date if later). Realised and unrealised gains are not separated in the statement of financial activities.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Taxation

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

Fund accounting

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

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

The charitable company has a single permanent endowment which represents the land and buildings of the Bath Recreation Ground. As described in Note 25, the recreation ground is held by a linked charity

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

Linked charities

Branch accounting has been adopted for the linked unincorporated charitable trust, see Note 26.

Pension costs and other post-retirement benefits

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

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank

Cash at bank includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

1. ACCOUNTING POLICIES - continued

Financial Instruments

The charitable company has chosen to adopt the requirements of sections 11 and 12 of FRS 102 in respect of the measurement and disclosure of financial instruments.

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method, less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases, the receivables are stated at cost less impairment losses for bad and doubtful debts.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and is measured at fair value.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method unless the effect of discounting would be immaterial, in which case they are stated at cost.

Investments

Investments are recognised and measured at fair value.

Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions

The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant impact on the carrying amounts of assets and liabilities within the next financial year are:

- the useful economic life of the charitable company's tangible fixed assets;
- the proportion of the overall land value that relates to buildings on the charitable company's land.

Critical areas of judgement

The charitable company includes its investment property at an estimated value of £3.67m. In the absence of an intention to sell and a committed buyer, this figure is a matter of judgement for the Trustees in consultation with their professional advisers.

2. DONATIONS AND LEGACIES

	2025	2024
	£	£
Other donations	<u>69,725</u>	<u>56,586</u>

3. INVESTMENT INCOME

	2025	2024
	£	£
Rent from Bath & North East Somerset Council	279,319	238,742
Dividend income	25,678	28,258
Deposit account interest	2,335	6,048
Other interest receivable	-	-
	<u>307,332</u>	<u>273,048</u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

8. AUDITORS' REMUNERATION

	2025	2024
	£	£
Fees payable to the charity's auditors for the audit of the charity's financial statements	14,080	13,300
Fees payable to the charity's auditors for other services: Accounts, VAT advice and payroll	<u>775</u>	<u>745</u>
Total audit fees	<u>14,855</u>	<u>14,045</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no other trustees' remuneration or benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

Trustees' expenses

During the year reimbursed expenses totalling £707 (2024: £1,016) were paid to five (2024: five) trustees for travel and training.

10. STAFF COSTS

	2025	2024
	£	£
Wages and salaries	454,691	310,144
Social security costs	41,229	25,209
Other pension costs	<u>15,063</u>	<u>7,614</u>
	<u>510,983</u>	<u>342,967</u>

Included in wages and salaries are redundancy payments amounting to £nil (2024 - £nil).

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

	2025	2024
Management and administration	6	3
Ground management	<u>7</u>	<u>7</u>
	<u>13</u>	<u>10</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2025	2024
£60,001 - £70,000	1	-
£80,001 - £90,000	<u>1</u>	<u>1</u>

The key management personnel of the charity comprise the trustees and the Chief Executive, to whom responsibility for the day-to-day activities of the charity is delegated. The total employee benefits received by key management personnel during the year were £86,865 (2024: £89,785).

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

11. COMPARATIVES FOR THE CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES	Unrestricted fund £	Restricted funds £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	56,586	-	-	56,586
Charitable activities				
Provision of recreational facilities and supporting events consistent with the charitable objects	416,537	-	-	416,537
Other trading activities – Income from subsidiary	117,014	-	-	117,014
Investment income	<u>273,048</u>	<u>-</u>	<u>-</u>	<u>273,048</u>
Total	<u>863,185</u>	<u>-</u>	<u>-</u>	<u>863,185</u>
EXPENDITURE ON				
Charitable activities				
Provision of recreational facilities and supporting events consistent with the charitable objects	922,100	-	-	922,100
Raising funds – cost of running Subsidiary	<u>41,684</u>	<u>-</u>	<u>-</u>	<u>41,684</u>
Total Expenditure	<u>963,784</u>	<u>-</u>	<u>-</u>	<u>963,784</u>
Net gains / (Losses) on investments	<u>58,890</u>	<u>-</u>	<u>-</u>	<u>58,890</u>
NET INCOME	(41,709)	-	-	(41,709)
RECONCILIATION OF FUNDS				
Total funds brought forward	<u>2,941,015</u>	<u>-</u>	6,080,953	<u>9,021,968</u>
TOTAL FUNDS CARRIED FORWARD	<u>2,899,306</u>	<u>-</u>	<u>6,080,953</u>	<u>8,980,259</u>

Bath Recreation Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2025**

**12. INTANGIBLE FIXED ASSETS
CHARITY AND GROUP**

	Goodwill £
COST	
At 1 April 2024	450,000
Additions	<u>-</u>
At 31 March 2025	<u>450,000</u>
AMORTISATION	
At 1 April 2024	7,500
Charge for year	<u>44,250</u>
At 31 March 2025	<u>51,750</u>
NET BOOK VALUE	
At 31 March 2025	<u>398,250</u>
At 31 March 2024	<u>442,500</u>

Goodwill has arisen on the acquisition of Capital Projects. The charity has adopted amortisation over 10 years.

**13. TANGIBLE FIXED ASSETS
GROUP**

	Land and buildings £	Glasshouse building £	Improvement to property £
COST			
At 1 April 2024	2,410,953	745,441	869,013
Additions	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2025	<u>2,410,953</u>	<u>745,441</u>	<u>869,013</u>
DEPRECIATION			
At 1 April 2024	-	45,949	454,334
Charge for year	-	14,909	41,467
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2025	<u>-</u>	<u>60,858</u>	<u>495,801</u>
NET BOOK VALUE			
At 31 March 2025	<u>2,410,953</u>	<u>684,583</u>	<u>373,212</u>
At 31 March 2024	<u>2,410,953</u>	<u>699,492</u>	<u>414,679</u>

Bath Recreation Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2025**

13. TANGIBLE FIXED ASSETS - GROUP continued

	Machinery and equipment £	Motor vehicles £	Totals £
COST			
At 1 April 2024	368,439	105,000	4,498,846
Additions	<u>2,958</u>	<u>-</u>	<u>2,958</u>
At 31 March 2025	<u>371,397</u>	<u>105,000</u>	<u>4,501,804</u>
DEPRECIATION			
At 1 April 2024	230,576	4,375	735,234
Charge for year	34,466	25,156	115,998
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2025	<u>265,042</u>	<u>29,531</u>	<u>851,232</u>
NET BOOK VALUE			
At 31 March 2025	<u>106,355</u>	<u>75,469</u>	<u>3,650,572</u>
At 31 March 2024	<u>137,863</u>	<u>100,625</u>	<u>3,763,612</u>

Charity

	Land and buildings £	Glasshouse building £	Improvement to property £
COST			
At 1 April 2024	2,410,953	745,441	869,013
Additions	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2025	<u>2,410,953</u>	<u>745,441</u>	<u>869,013</u>
DEPRECIATION			
At 1 April 2024	-	45,949	454,334
Charge for year	-	14,909	41,467
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2025	<u>-</u>	<u>60,858</u>	<u>495,801</u>
NET BOOK VALUE			
At 31 March 2025	<u>2,410,953</u>	<u>684,583</u>	<u>373,212</u>
At 31 March 2024	<u>2,410,953</u>	<u>699,492</u>	<u>414,679</u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

13. TANGIBLE FIXED ASSETS – CHARITY continued

	Machinery and equipment £	Motor vehicles £	Totals £
COST			
At 1 April 2024	368,439	105,000	4,498,846
Additions	<u>466</u>	<u>-</u>	<u>466</u>
At 31 March 2025	<u>368,905</u>	<u>105,000</u>	<u>4,499,312</u>
DEPRECIATION			
At 1 April 2024	230,576	4,375	735,234
Charge for year	34,466	25,156	115,998
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2025	<u>265,042</u>	<u>29,531</u>	<u>851,232</u>
NET BOOK VALUE			
At 31 March 2025	<u>103,863</u>	<u>75,469</u>	<u>3,648,080</u>
At 31 March 2024	<u>137,863</u>	<u>100,625</u>	<u>3,763,612</u>

Land and buildings represent the Bath Recreation Grounds and the main fabric of the various outbuildings erected on the land between 1894 and 1954. Land is not depreciated and the main fabric of these outbuildings is deemed to have an indefinite useful life and are therefore not depreciated either.

Impairment is considered periodically and commercial valuations are obtained to facilitate this. The latest valuation was obtained from Carter Jonas as at 31 March 2022.

The Land and buildings of the Bath Recreation Ground are held by a linked charity - The Bath Recreation Ground Trust.

Improvement to properties represents the conversion of an outbuilding to become the charity's office, creation of changing facilities and other building improvements. These improvements have a limited useful life and are depreciated over 10 years.

The freehold of a park off Broadmoor Lane, Bath currently generates no rental income yet incurs annual maintenance costs. Given that the land does not produce a yield to the charitable company, nor has any resale value, the Trustees have decided not to value the land in its financial statements.

The leasehold of the Glasshouse playing fields does not generate a significant surplus. Given that the land does not produce a net yield to the charitable company, nor has any resale value, the trustees have decided not to value the land in its financial statements.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

14. FIXED ASSET INVESTMENTS

Group

	Investment portfolio £	Totals £
MARKET VALUE		
At 1 April 2024	1,193,287	1,193,287
Additions	716,385	716,385
Disposals	(705,871)	(705,871)
Revaluations	<u>6,287</u>	<u>6,287</u>
At 31 March 2025	<u>1,210,088</u>	<u>1,210,088</u>
NET BOOK VALUE		
At 31 March 2025	<u>1,210,088</u>	<u>1,210,088</u>
At 31 March 2024	<u>1,193,288</u>	<u>1,193,288</u>

Charity

	Shares in group undertakings £	Investment portfolio £	Totals £
MARKET VALUE			
At 1 April 2024	1	1,193,287	1,193,288
Additions	-	716,385	716,385
Disposals	-	(705,871)	(705,871)
Revaluations	<u>-</u>	<u>6,287</u>	<u>6,287</u>
At 31 March 2025	<u>1</u>	<u>1,210,088</u>	<u>1,210,089</u>
NET BOOK VALUE			
At 31 March 2025	<u>1</u>	<u>1,210,088</u>	<u>1,210,089</u>
At 31 March 2024	<u>1</u>	<u>1,193,287</u>	<u>1,193,288</u>

There were no investment assets outside the UK.

Cost or valuation at 31 March 2025 is represented by:

	Shares in group undertakings £	Investment portfolio £	Totals £
Valuation in 2025	<u>1</u>	<u>1,210,088</u>	<u>1,210,089</u>

The company's investments at the balance sheet date in the share capital of companies include the following:

The charity has a wholly owned trading subsidiary, Bath Recreation (Trading) Limited, company number 13553734. The company is incorporated in the United Kingdom and its registered office is Bath Recreation Ground, Pulteney Mews, Bath, England, BA2 4DS. The company was incorporated on 6 August 2021 and did trade during the period from 31 March 2024 to 31 March 2025. Note 26 provides further information on the activities of the subsidiary.

The investment portfolio consists of £1,210,088 listed investments.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

15. INVESTMENT PROPERTY
Group and Charity

	£
FAIR VALUE	
At 1 April 2024 and 31 March 2025	<u>3,670,000</u>
NET BOOK VALUE	
At 31 March 2025	<u>3,670,000</u>
At 31 March 2024	<u>3,670,000</u>

The investment property built on the Bath Recreation Ground is held by a linked charity - the Bath Recreation Ground Trust.

Bath Sports & Leisure Centre became part of the Trust's assets following a decision of the Charity Tribunal in March 2014 which was reflected in an order of the Tribunal in April 2014. Attached to the asset is an obligation to demolish the building when it becomes life expired. It was not possible to recognise the value of the Sports and Leisure Centre fully until agreement was reached with Bath and North East Somerset Council on how the leisure centre would be used. The Trust have negotiated a lease and other arrangements with Bath and North East Somerset Council which resulted in Bath and North East Somerset Council paying substantial rent to the Trust from 1 April 2014 and assuming the obligation to demolish. The lease and ancillary documents were completed on 22 July 2016 and the full valuation including the Sports and Leisure Centre was included in the year ended 31 March 2018.

The £3,670,000 valuation of the land and buildings as at 31 March 2022 is based on an independent report prepared by Carter Jonas. The Trustees will take professional advice on the carrying amount of the investment property every five years.

Fair value at 31 March 2025 is represented by:

	£
Valuation in 2017	1,700,000
Uplift in valuation in 2022	<u>1,970,000</u>
	<u>3,670,000</u>

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Charity	
	2025	2024	2025	2024
	£	£	£	£
Trade debtors	24,556	28,736	167	10,111
Amounts owed by group undertakings	-	-	68,704	83,967
Other debtors	55,351	499	50,499	499
Prepayments and accrued income	<u>84,578</u>	<u>44,953</u>	<u>63,629</u>	<u>44,953</u>
	<u>164,485</u>	<u>74,188</u>	<u>182,999</u>	<u>139,530</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Charity	
	2025	2024	2025	2024
	£	£	£	£
Trade creditors	31,485	48,342	27,277	47,294
Social security and other taxes	13,450	13,824	13,450	13,824
VAT	44,103	20,251	44,103	15,486
Accruals and deferred income	<u>118,764</u>	<u>110,555</u>	<u>117,660</u>	<u>110,555</u>
	<u>207,802</u>	<u>192,972</u>	<u>202,490</u>	<u>187,159</u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR continued

Included within accruals and deferred income are receipts in advance:

	£
Deferred income at 1 April 2024	97,589
Incoming resources deferred in the current year	99,369
Amounts released from the previous year	(97,589)
Deferred income at 31 March 2025	99,369

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

	2025	2024
	£	£
Other creditors	150,000	300,000

19. FINANCIAL INSTRUMENTS

	Group 2025 £	2024 £	Charity 2025 £	2024 £
Financial assets				
Cash	334,378	329,644	108,671	228,863
Financial assets that are debt instruments	128,982	65,088	314,236	130,430
Investments	1,210,088	1,193,287	1,210,089	1,193,288
	1,673,448	1,588,019	1,632,996	1,552,581
Financial Liabilities				
Financial liabilities measured at amortised cost	(49,474)	(61,308)	(45,266)	(60,260)
	(49,474)	(61,308)	(45,266)	(60,260)

Financial assets that are debt instruments measured at amortised cost comprise trade debtors, amounts owed by group undertaking, other debtors and amounts recoverable on contracts.

Financial liabilities measured at amortised cost comprise trade creditors, amounts owed to group undertaking and accruals.

20. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Group

	Unrestricted fund £	Restricted funds £	Endowment fund £	2025 Total funds £	2024 Total funds £
Fixed assets	1,637,869	-	2,410,953	4,048,822	4,206,112
Investments	1,210,089	-	3,670,000	4,880,089	4,863,287
Current assets	498,863	-	-	498,863	403,832
Current liabilities	(207,802)	-	-	(207,802)	(192,972)
Long term liabilities	(150,000)	-	-	(150,000)	(300,000)
	2,989,019	-	6,080,953	9,069,972	8,980,259

Bath Recreation Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2025**

20. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Charity

	Unrestricted fund £	Restricted funds £	Endowment fund £	2025 Total funds £	2024 Total funds £
Fixed assets	1,635,377	-	2,410,953	4,046,330	4,206,112
Investments	1,210,089	-	3,670,000	4,880,089	4,863,288
Current assets	291,670	-	-	291,670	368,393
Current liabilities	(202,490)	-	-	(202,490)	(187,159)
Long term liabilities	<u>(150,000)</u>	<u>-</u>	<u>-</u>	<u>(150,000)</u>	<u>(300,000)</u>
	<u>2,784,646</u>	<u>-</u>	<u>6,080,953</u>	<u>8,865,599</u>	<u>8,950,634</u>

21. MOVEMENT IN FUNDS

Group

	At 1.4.24 £	Net movement in funds £	At 31.3.25 £
Unrestricted funds			
General fund	2,469,673	(168,099)	2,301,574
Designated funds – Capital Projects	400,000	-	400,000
Endowment funds			
Bath Recreation Ground	6,080,953	-	6,080,953
FUNDS OF CHARITY	8,950,626	(168,099)	8,782,527
Funds of subsidiary company	29,632	257,812	287,444
TOTAL FUNDS	<u>8,980,258</u>	<u>89,713</u>	<u>9,069,971</u>
Charity			
	At 1.4.24 £	Net movement in funds £	At 31.3.25 £
Unrestricted funds			
General fund	2,469,681	(85,035)	2,384,646
Designated funds – Capital Projects	400,000	-	400,000
Endowment funds			
Bath Recreation Ground	6,080,953	-	6,080,953
FUNDS OF CHARITY	<u>8,950,634</u>	<u>(85,035)</u>	<u>8,865,599</u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

21. MOVEMENT IN FUNDS continued

Group

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

	Incoming resources in funds	Resources expended	Gains and losses / Transfers	Movement
	£	£	£	£
Unrestricted funds				
General fund	735,248	(909,634)	6,287	(168,099)
Designated funds – Capital Projects	-	-	-	-
Restricted funds	69,725	(69,725)	-	-
Funds of sub	<u>499,969</u>	<u>(242,157)</u>	<u>-</u>	<u>257,812</u>
TOTAL FUNDS	<u><u>1,304,942</u></u>	<u><u>(1,221,516)</u></u>	<u><u>6,287</u></u>	<u><u>89,713</u></u>

Charity

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

	incoming resources in funds	Resources expended	Gains and losses / Transfers	Movement
	£	£	£	£
Unrestricted funds				
General fund	<u>888,037</u>	<u>(979,359)</u>	<u>6,287</u>	<u>(85,035)</u>
TOTAL FUNDS	<u><u>888,037</u></u>	<u><u>(979,359)</u></u>	<u><u>6,287</u></u>	<u><u>(85,035)</u></u>

Comparatives for movement in funds

Group

	At 1.4.23 £	Net movement in funds £	At 31.3.24 £
Unrestricted funds			
General fund	2,939,446	(469,773)	2,469,673
Designated funds – Capital Projects	-	400,000	400,000
Endowment funds			
Bath Recreation Ground	<u>6,080,953</u>	<u>-</u>	<u>6,080,953</u>
FUNDS OF CHARITY	<u>9,020,399</u>	<u>(69,773)</u>	<u>8,950,626</u>
Funds of subsidiary company	1,568	28,064	29,632
TOTAL FUNDS	<u><u>9,021,967</u></u>	<u><u>(41,709)</u></u>	<u><u>8,980,258</u></u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

21. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

Charity

	At 1.4.23 £	Net movement in funds £	At 31.3.24 £
Unrestricted funds			
General fund	2,939,454	(469,773)	2,469,681
Designated funds – Capital Projects	-	400,000	400,000
Endowment funds			
Bath Recreation Ground	6,080,953	-	6,080,953
TOTAL FUNDS	<u>9,020,407</u>	<u>(69,773)</u>	<u>8,950,634</u>

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

Group

	Incoming resources in funds £	Resources expended £	Gains and losses / transfers £	Movement £
Unrestricted funds				
General fund	746,171	(922,100)	(341,110)	(517,039)
Designated funds – Capital Projects	-	-	400,000	400,000
Funds of sub	117,014	(41,684)	-	75,330
Endowment funds				
Bath Recreation Ground	-	-	-	-
TOTAL FUNDS	<u>863,185</u>	<u>(963,784)</u>	<u>58,890</u>	<u>(41,709)</u>

Charity

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

	Incoming resources in funds £	Resources expended £	Gains and losses / transfers £	Movement £
Unrestricted funds				
General fund	<u>793,437</u>	<u>(922,100)</u>	<u>58,890</u>	<u>(69,773)</u>
TOTAL FUNDS	<u>793,437</u>	<u>(922,100)</u>	<u>58,890</u>	<u>(69,773)</u>

Bath Recreation Ground

This endowment fund represents the valuation of the land and buildings known as The Recreation Ground and the Sports Centre built upon it.

Bath Recreation Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2025**

22. RELATED PARTY DISCLOSURES

During the year wages of £nil (2024: £4,080) were paid to H Flinn, the son of the Chief Executive Officer J Flinn. During the year wages of £615 (2024: £nil) were paid to F Flinn, the Daughter of the Chief Executive officer J Flinn.

23. ULTIMATE CONTROLLING PARTY

There is no ultimate controlling party of the charity.

24. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2025 £	2024 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	89,713	(41,709)
Adjustments for:		
Depreciation charges	115,998	98,809
Amortisation charges	44,250	7,500
Losses/(gain) on investments	(6,287)	(37,477)
Interest received	(2,335)	(6,048)
(Increase)/decrease in debtors	(90,298)	82,805
(Decrease)/increase in creditors	<u>(135,170)</u>	<u>322,087</u>
Net cash (used in)/provided by operations	<u>15,871</u>	<u>425,967</u>

25. ANALYSIS OF CHANGES IN NET FUNDS

Group

	At 1.4.24 £	Cash flow £	At 31.3.25 £
Net cash			
Cash at bank	<u>329,644</u>	<u>4,734</u>	<u>334,378</u>

Charity

	At 1.4.24 £	Cash flow £	At 31.3.25 £
Net cash			
Cash at bank	<u>228,855</u>	<u>(120,184)</u>	<u>108,671</u>

26. CORPORATE STRUCTURE AND LINKED CHARITY

The charitable company is an incorporated charity (the new charity), previously its activities were administered through the Bath Recreation Ground Trust (the old trust). The new charity was incorporated on 21 April 2017, but had no activities or transactions until 1 January 2018 when it took over the old trust's assets and operations, with the exception of the Bath Recreation Ground itself. Under trust law the land of the Recreation Ground cannot be held directly by the Charitable Company. Under a scheme agreed with the Charity Commission, from 1 January 2018, the new charity became the sole Trustee of old trust and the old trust became a linked charity to Bath Recreation Limited (linked charity number 1173521-1) and the assets and activities are included in these accounts under the rules of branch accounting.

Bath Recreation Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2025**

27. SUBSIDIARY COMPANY

The charity has a wholly owned trading subsidiary, Bath Recreation (Trading) Limited, company number 13553734. The company is incorporated in the United Kingdom and its registered office is Bath Recreation Ground, Pulteney Mews, Bath, England, BA2 4DS. The company was incorporated on 6 August 2021 and commenced trade on 31 March 2023. The company donates all its taxable profits to Bath Recreation.

A summary of the financial performance of the subsidiary is shown below:

	2025	2024
	£	£
Turnover	499,969	117,014
Expenditure	(267,151)	(88,950)
Distributions to parent	<u>(58,064)</u>	<u> </u>
Profit for the financial period	<u>174,754</u>	<u>28,064</u>

The assets and liabilities of the company were:

	2025	2024
	£	£
Fixed assets	2,492	-
Current assets	275,905	119,413
Current liabilities	(74,010)	(89,780)
Long term liabilities	<u>-</u>	<u>-</u>
Net assets	<u>204,387</u>	<u>29,633</u>
Reserves	204,386	29,632
Share capital	<u>1</u>	<u>1</u>
Net current assets	<u>204,387</u>	<u>29,633</u>

28. Financial results of the charity

The gross income for the year of the charity alone is £888,037 (2024: £793,437) and the deficit for the year of the charity alone is £85,035 (2024: £69,773 deficit).

BATH RECREATION LIMITED

England & Wales - Charity number 1173521

Accounts

Group Report of the Trustees and
Group Financial Statements
for the Year Ended 31 March 2024
for
Bath Recreation Limited

Sumer Auditco Limited
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

Bath Recreation Limited

Contents of the Financial Statements
for the Year Ended 31 March 2024

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 6
Report of the Independent Auditors	7 to 9
Consolidated Statement of Financial Activities	10
Consolidated Balance Sheet	11
Charity Balance Sheet	12
Consolidated Cash Flow Statement	13
Notes to the Consolidated Financial Statements	14 to 26

Bath Recreation Limited

Reference and Administrative Details
for the Year Ended 31 March 2024

TRUSTEES	Jason Dalley (Chair) Naomi Defroand (Vice Chair) Martin Harman CBE Keziah Trump Mark Powell (resigned 25 October 2024) Alistair Colston Angela Lewis (resigned 31 August 2023) Tim Withers (resigned 31 December 2023) Helen Donovan (appointed 20 September 2023)
REGISTERED OFFICE	Pulteney Mews Bath BA2 4DS
REGISTERED COMPANY NUMBER	10735297 (England and Wales)
REGISTERED CHARITY NUMBER	1173521
AUDITORS	Sumer Auditco Limited Statutory Auditor Chartered Accountants County Gate County Way Trowbridge Wiltshire BA14 7FJ
BANKERS	HSBC 41 Southgate Bath BA1 1TN
SOLICITORS	Veale Wasborough Vizards Narrow Quay House Narrow Quay Bristol BS1 4QA
INVESTMENT MANAGER	Investec Wealth & Investment Limited 3 Temple Quay 3 Temple Back East Bristol BS1 6DZ

Bath Recreation Limited

Report of the Trustees for the Year Ended 31 March 2024

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2024. 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).

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 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

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charitable company has continued to deliver its objectives at the Recreation Ground and other sites; the provision, with or without charge, of property in or near Bath (including, but not limited to, the Bath Recreation Ground) for use as indoor (to assist in providing ancillary recreation facilities such as changing rooms, toilets and clubhouses and the like to support outdoor recreational space) and outdoor recreational facilities for the benefit of the public.

Our strategic focus is to build our influence by acting as a voice for the benefits of recreation and the preservation of key facilities, provide sustainable growth of our organisation and maintain robust financial stability in order to achieve the best impact possible in the recreation property landscape locally.

We have continued to provide recreation facilities for a wide range of organisations and activities; we have produced a separate impact report annually for the last 3 years which is distributed widely to demonstrate our work and impact to beneficiaries. Our foundational work with schools and young people continues to deliver great impact and we have moved to bringing staff to support this work into employed roles rather than rely on contracted suppliers. The aim is to deepen relationships with schools and organisations over the long term, the accounts will show this direct investment in staff costs which the trustees continue to feel is a positive step forward as we create permanent jobs for local people.

We have continued to grow our partnerships with direct support from St John's Foundation, the Medlock Charitable Trust and the George Cadbury Trust specifically to deliver the Glasshouse Academy programme and to target primary schools with high levels of need (such as the number of children entitled to free school meals, with special educational needs or English as a second language). The trustees see this type of collaboration to be a force multiplier as we harness greater skills and capabilities for the good of our shared beneficiaries. An initial 5-year agreement for funding from St Johns Foundation is in the final year and we are working with them to review the impact and look at future collaboration.

As part of our strategy to diversify our capabilities and revenue the wholly owned trading subsidiary, Bath Recreation Trading Limited, has completed a very successful first year of activity. Following an extended period of due diligence and professional advice the Trustees approved the acquisition of an existing, complimentary business. The transaction was for equipment, goodwill and existing client base and was subsumed seamlessly in February 2024. The aim was to accelerate the benefit to the Charity of the Trading Company and the first 6-months of trading have been above budget and expectations.

The activities undertaken across our estate during the year are considered by the Trustees to be of direct benefit to the public at large, and they confirm that they have had regard to the guidance issued by the Charity Commission on public benefit and have followed this in planning and undertaking the activities.

The charitable company does not actively solicit donations from the public and has no need to develop formal policies on its fundraising approach at this stage.

Bath Recreation Limited
Report of the Trustees
for the Year Ended 31 March 2024

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Following on from the Covid recovery focus last year the Board again set a challenging budget to ensure all in-year revenue was utilised in direct activity. The expansion of the Trading Company has assisted beneficiaries as we have greater capacity and capability to support organisations with increasing costs in maintaining recreation property.

Our property and sites have now built activity back up to pre-covid levels with old activities returning, some that didn't are now replaced by new activities and bookings. The Recreation Ground played host to Bath Rotary Fireworks, Bath Carnival and a wide range of school festivals during the year. Glasshouse has continued to develop a wide range of beneficiaries with schools activity on the increase. A strong relationship has developed with the Local Authority Children Services team and the site is used for activities and staff training.

As the post covid impact is becoming more clear we have maintained the ability to support key community organisations with advice and financial support. We are focused on our charitable objects and vulnerable recreation property has been at the forefront of our activity. As such we are working closely with a local sports club, Odd Down AFC to protect and enhance their facilities for the good of the community. We expect there to be an increase in owner operated community sites with low liquidity coming under pressure and remain mindful to hold sufficient reserves to assist where appropriate and within our means.

The new management and trustee working group structure introduced last year is now operating coherently supporting our growth and strong decision making between the executive and Board of Trustees. Whilst the Property Working Group maintain focus on the stadium and Odd Down site opportunities the Education Working Group is shifting their focus to add strategic partnerships and future strategy to the oversight of the Glasshouse and Buds programmes.

The Charity subsidiary company has delivered a positive financial contribution and is ahead of budget to meet expectations in the current financial year. Aside from the diversification of revenue the Trading Company is broadening our reach into the recreation community and provides harmonious support to the recreation property landscape. One key secondary benefit is the creation of permanent jobs that preserve key skills needed to support recreation activity such as the maintenance of cricket wickets and fine turf sports pitches. As our operating area is also a Conservation Area, small community organisations can find their obligations to maintain trees a significant burden and this is an additional benefit to the expertise we now possess.

FINANCIAL REVIEW

Reserves policy

It is the policy of the Trustees that the charitable company should hold sufficient unrestricted reserves to enable it to meet its ongoing commitments equal to 6 months operating expenditure.

For the year ending 31 March 2024 this was approximately £0.48m and cash held at year end was £0.33m.

A further £1.2m is held in an investment portfolio and this amount is held to provide sufficient resources to enable the Charity to fund any additional opportunities for the charitable company's objectives to be furthered as they may arise.

Of the remaining reserves £7.4m are not easily realisable as they relate to fixed assets or freehold property.

The Charity has recently designated £400k to capital projects.

Details of the restricted, endowment and unrestricted funds available to the charitable company at the balance sheet date are given in note 19 to these financial statements. The Trustees consider the reserves position at this date to be satisfactory.

Bath Recreation Limited
Report of the Trustees
for the Year Ended 31 March 2024

Going concern

The charitable company receives the majority of its ongoing income from Bath Rugby and Bath and North East Somerset Council for the ongoing use of its facilities. A significant proportion of this income relates to leases granted by the charitable company which have an end date in 2069 and the Trustees are of the view that this provides sufficient security to mitigate any risk to its continued existence.

Taking into account the operations of the charitable company and the current reserves position, the Trustees are of the opinion that the going concern basis for the preparation of the financial statements is appropriate.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity operating through a company limited by guarantee which is the sole Trustee of Bath Recreation Ground Trust is governed by a Scheme dated 14 December 2016, a Direction given on 3 November 2017 and the Articles of Association. The Articles of Association were amended by resolution on 9 March 2022 to reflect the changing needs for the governance structure. The additional provision for an extra 3-year term of office (changing the maximum period from 6 years to 9 years).

Recruitment and appointment of new trustees

The Company Trustee body is made up of not less than three co-opted trustees. Following the removal of nominating bodies one of the nominated trustees was retained as a co-opted trustee and the recruitment process was started to identify 2 new trustees with specialist knowledge and experience in the property and education fields.

Alistair Colston and Tim Withers joined the Board of Trustees in June 2022 and add strength to key areas as identified above. After serving the charity for 1 year Tim Withers resigned and Helen Donovan joined in September 2023.

When appointing co-opted Trustees, the Trustees must:

- a. identify the needs of the charity regarding skills or knowledge of its Trustees; and
- b. consider the extent to which appointees demonstrate the skills or knowledge; and
- c. not appoint members of Bath and North East Somerset Council.

Of the co-opted Trustees, the Trustees must appoint at least one whose skills and knowledge include an ability to represent those groups of beneficiaries that use the recreation ground, other than Bath Rugby.

In appointing co-opted Trustees, the Trustees must have regard to the desirability of advertising or using trustee brokerage services. Candidates must be asked to consider and declare any existing or potential conflicts of interest before appointment.

At least three of the Trustees must be resident within 5 miles of Bath Abbey.

The Trustees are responsible for monitoring the ongoing risks facing the charitable company. The Trustees are satisfied that major risks have been reviewed and that systems and procedures appropriately established to manage those risks.

Key management remuneration

Trustees are not remunerated by the charity. Remuneration levels of the charitable company's key management are set in accordance with market rates and kept under review by the Trustees.

Events since the year end

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

Bath Recreation Limited
Report of the Trustees
for the Year Ended 31 March 2024

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Bath Recreation Limited for the purposes of company law) 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) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

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

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Bath Recreation Limited

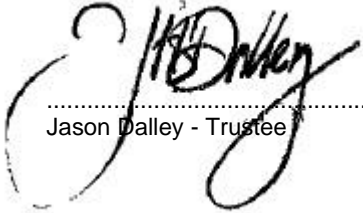
Report of the Trustees
for the Year Ended 31 March 2024

AUDITORS

The auditors, Sumer Auditco Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on 11 November 2024. and signed on its behalf by:



.....
Jason Dalley - Trustee

**Report of the Independent Auditors to the Members of
Bath Recreation Limited**

Opinion

We have audited the financial statements of Bath Recreation Limited (the 'parent charity') and its subsidiary ('the group') for the year ended 31 March 2024 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent charity's affairs as at 31 March 2024 and the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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 charitable company'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.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Report of the Independent Auditors to the Members of Bath Recreation Limited

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charitable company and sector, we identified that the principal risks of non-compliance with laws and regulations related company and charity legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements of the charitable company. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Statement of Recommended Practice and the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to potential lack of segregation of duties, bookkeeping errors and management bias in accounting estimates and judgemental areas of the financial statements. Audit procedures performed by the audit engagement team included:

- Enquiry of management and those charged with governance about any known or suspected instances of non-compliance with laws and regulations and fraud;
- Reviewing minutes of meetings of those charged with governance and any correspondence with The Charity Commission;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing analytical procedures to identify any unusual or unexpected relationship that might indicate a risk of material misstatement due to fraud;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through 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.

Report of the Independent Auditors to the Members of
Bath Recreation Limited

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



James Gare (Senior Statutory Auditor)
for and on behalf of Sumer Auditco Limited
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

Date: 20 November 2024

Bath Recreation Limited

Consolidated Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 March 2024

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2024 Total funds £	2023 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	56,586	-	-	56,586	63,300
Charitable activities	4					
Provision of recreational facilities and supporting events consistent with the charitable objects		416,537	-	-	416,537	503,990
Other trading activities – income from subsidiary		117,014			117,014	53,275
Investment income	3	<u>273,048</u>	<u>-</u>	<u>-</u>	<u>273,048</u>	<u>303,880</u>
Total		<u>863,185</u>	<u>-</u>	<u>-</u>	<u>863,185</u>	<u>924,445</u>
EXPENDITURE ON						
Fundraising						
Raising funds – cost of running subsidiary		41,684	-	-	41,684	26,707
Charitable activities	5					
Provision of recreational facilities and supporting events consistent with the charitable objects		922,100	-	-	922,100	791,890
Total		<u>963,784</u>	<u>-</u>	<u>-</u>	<u>963,784</u>	<u>818,597</u>
Net gains/(losses) on investments		<u>58,890</u>	<u>-</u>	<u>-</u>	<u>58,890</u>	<u>(84,964)</u>
NET INCOME/(EXPENDITURE)		(41,709)	-	-	(41,709)	20,884
RECONCILIATION OF FUNDS						
Total funds brought forward		<u>2,941,015</u>	<u>-</u>	<u>6,080,953</u>	<u>9,021,968</u>	<u>9,001,084</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>2,899,306</u></u>	<u><u>-</u></u>	<u><u>6,080,953</u></u>	<u><u>8,980,259</u></u>	<u><u>9,021,968</u></u>

The notes form part of these financial statements

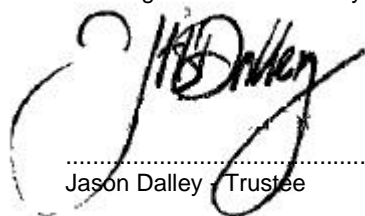
Bath Recreation Limited (Registered number: 10735297)

Consolidated Balance Sheet
31 March 2024

	Notes	2024 £	2023 £
FIXED ASSETS			
Intangible assets	12	442,500	-
Tangible assets	13	3,763,612	3,712,421
Investments			
Investments	14	1,193,287	1,116,880
Investment property	15	<u>3,670,000</u>	<u>3,670,000</u>
		9,069,399	8,499,301
CURRENT ASSETS			
Debtors	16	74,188	156,993
Cash at bank		<u>329,644</u>	<u>536,559</u>
		403,832	693,552
CREDITORS			
Amounts falling due within one year	17	(192,972)	(170,885)
		<u>210,860</u>	<u>552,667</u>
NET CURRENT ASSETS			
		9,280,259	9,021,968
TOTAL ASSETS LESS CURRENT LIABILITIES			
CREDITORS			
Amounts falling due after more than one year	18	(300,000)	-
		<u>8,980,259</u>	<u>9,021,968</u>
NET ASSETS			
FUNDS	19		
Unrestricted funds		2,499,306	2,941,015
Designated funds		400,000	-
Endowment funds		<u>6,080,953</u>	<u>6,080,953</u>
TOTAL FUNDS		<u>8,980,259</u>	<u>9,021,968</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 11 November 2024 and were signed on its behalf by:



.....
Jason Dalley - Trustee

The notes form part of these financial statements

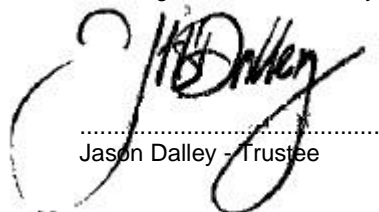
Bath Recreation Limited (Registered number: 10735297)

Charity Balance Sheet
31 March 2024

	Notes	2024 £	2023 £
FIXED ASSETS			
Intangible Assets	12	442,500	-
Tangible assets	13	3,763,612	3,712,421
Investments			
Investments	14	1,193,288	1,116,881
Investment property	15	<u>3,670,000</u>	<u>3,670,000</u>
		9,069,400	8,499,302
CURRENT ASSETS			
Debtors	16	139,529	205,158
Cash at bank		<u>228,855</u>	<u>482,603</u>
		368,384	687,761
CREDITORS			
Amounts falling due within one year	17	(187,158)	(166,663)
		<u>181,226</u>	<u>521,098</u>
NET CURRENT ASSETS			
		9,250,626	9,020,400
CREDITORS			
Amounts falling due after more than one year	18	(300,000)	-
		<u>8,950,626</u>	<u>9,020,400</u>
NET ASSETS			
FUNDS	19		
Unrestricted funds		2,469,673	2,939,447
Designated funds		400,000	-
Endowment funds		<u>6,080,953</u>	<u>6,080,953</u>
TOTAL FUNDS		<u>8,950,626</u>	<u>9,020,400</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 11 November 2024 and were signed on its behalf by:


.....
Jason Dalley - Trustee

Bath Recreation Limited

Consolidated Cash Flow Statement
for the Year Ended 31 March 2024

	Notes	2024 £	2023 £
Cash flows from operating activities			
Group cash generated from operations	22	<u>425,967</u>	<u>52,228</u>
Net group cash (used in)/provided by operating activities		<u>425,967</u>	<u>52,228</u>
Group cash flows from investing activities			
Purchase of tangible fixed assets		(150,000)	(24,717)
Purchase of fixed asset investments		(396,672)	(297,347)
Acquisition of trade		(450,000)	-
Sale of fixed asset investments		347,000	274,144
Investment fees charged		10,742	10,770
Interest received		<u>6,048</u>	<u>1,966</u>
Net group cash used in investing activities		<u>(632,882)</u>	<u>(35,184)</u>
Change in group cash and cash equivalents in the reporting period		(206,915)	17,044
Group cash and cash equivalents at the beginning of the reporting period		<u>536,559</u>	<u>519,515</u>
Group cash and cash equivalents at the end of the reporting period		<u><u>329,644</u></u>	<u><u>536,559</u></u>

The notes form part of these financial statements

Bath Recreation Limited

Notes to the Financial Statements **for the Year Ended 31 March 2024**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Bath Recreation Limited as a charitable company established in England and Wales. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company. The address of the registered office is given in the reference and administrative details on page 1 of these financial statements. The nature of the charitable company's operations and principal activities are described in the Report of the Trustees.

The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The functional currency of the charitable company, and the presentation currency of these financial statements is the pound sterling ("£").

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from approving these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Preparation of consolidated financial statements

The financial statements consolidate the results of the Charity and its wholly-owned subsidiary Bath Recreation (Trading) Limited both of which make up their financial statements to 31 March. A separate statement of financial activities, or income and expenditure account, for the charity itself is not presented because the charity has taken advantage of the exemptions afforded by Section 408 of the Companies Act 2006.

Income

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

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Fees and rental income receivable

Fees and rental income receivable are recognised in the Statement of Financial Activities in the period to which they relate. Where fee or rental income is received or receivable in advance of the period to which it relates, its recognition is deferred and included in creditors as deferred income.

Donations

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing.

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.

Bath Recreation Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2024

1. ACCOUNTING POLICIES - continued

Intangible fixed assets

Goodwill arising on business combinations is capitalised, classified as an asset on the balance sheet and amortised on a straight line basis over its useful life. The period chosen for writing off goodwill is 10 years.

Tangible fixed assets

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

Land and buildings	- Nil
Glasshouse building	- 2% on straight line basis
Improvements to property	- 10% on reducing balance
Machinery and equipment	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance

No depreciation is charged on land. Assets costing over £250 are capitalised.

Investments

Listed investments are included in the balance sheet at fair value (their market value).

The realised and unrealised gains on investments are reflected in the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value as the period end and opening market value (or purchase date if later). Realised and unrealised gains are not separated in the statement of financial activities.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Taxation

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

Fund accounting

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

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

The charitable company has a single permanent endowment which represents the land and buildings of the Bath Recreation Ground. As described in Note 23, the recreation ground is held by a linked charity

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

Linked charities

Branch accounting has been adopted for the linked unincorporated charitable trust, see Note 24.

Pension costs and other post-retirement benefits

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

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank

Cash at bank includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

1. ACCOUNTING POLICIES - continued

Financial instruments

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

Debtors

Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions

The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant impact on the carrying amounts of assets and liabilities within the next financial year are:

- the useful economic life of the charitable company's tangible fixed assets;
- the proportion of the overall land value that relates to buildings on the charitable company's land.

Critical areas of judgement

The charitable company includes its investment property at an estimated value of £3.67m. In the absence of an intention to sell and a committed buyer, this figure is a matter of judgement for the Trustees in consultation with their professional advisers.

2. DONATIONS AND LEGACIES

	2024	2023
	£	£
Other donations	<u>56,586</u>	<u>63,300</u>

3. INVESTMENT INCOME

	2024	2023
	£	£
Rent from Bath & North East Somerset Council	238,742	278,711
Dividend income	28,258	23,020
Deposit account interest	6,048	1,966
Other interest receivable	-	183
	<u>273,048</u>	<u>303,880</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	2024	2023
	Provision of recreational facilities and supporting events consistent with the charitable £	Total activities £
Bath Rugby	246,670	294,649
Other income	140,667	178,316
Grants	<u>29,200</u>	<u>31,025</u>
	<u>416,537</u>	<u>503,990</u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

4. INCOME FROM CHARITABLE ACTIVITIES – continued

Rental income

The charity has the following amounts of rent due to it under operating lease agreements with various tenants at the Recreation Ground site:

	Due within one year	Due within two and five years	Due in more than five years
Rental income due	416,294	944,067	8,318,944

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 6) £	Totals £
Provision of recreational facilities and supporting events consistent with the charitable objects	820,247	101,853	922,100

6. SUPPORT COSTS

	Other £	Governance costs £	Totals £
Provision of recreational facilities and supporting events consistent with the charitable objects	27,778	74,075	101,853

7. NET INCOME/(EXPENDITURE)

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

	2024 £	2023 £
Depreciation - owned assets	98,812	100,154
Goodwill amortisation	7,500	-

8. AUDITORS' REMUNERATION

	2024 £	2023 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	13,300	11,000
Fees payable to the charity's auditors for other services: Accounts, VAT advice and payroll	745	3,750
Total audit fees	14,045	14,750

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no other trustees' remuneration or benefits for the year ended 31 March 2024 nor for the year ended 31 March 2023.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

9. TRUSTEES' REMUNERATION AND BENEFITS - continued

Trustees' expenses

During the year reimbursed expenses totalling £1,016 (2023: £765) were paid to five (2023: five) trustees for travel and training.

10. STAFF COSTS

	2024	2023
	£	£
Wages and salaries	310,144	233,649
Social security costs	25,209	19,682
Other pension costs	<u>7,614</u>	<u>5,196</u>
	<u>342,967</u>	<u>258,527</u>

Included in wages and salaries are redundancy payments amounting to £nil (2023 - £nil).

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

	2024	2023
Management and administration	3	1
Ground management	<u>7</u>	<u>7</u>
	<u>10</u>	<u>8</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2024	2023
£70,001 - £80,000	-	1
£80,001 - £90,000	<u>1</u>	<u>-</u>

The key management personnel of the charity comprise the trustees and the Chief Executive, to whom responsibility for the day-to-day activities of the charity is delegated. The total employee benefits received by key management personnel during the year were £89,785 (2023: £79,593).

11. COMPARATIVES FOR THE CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	63,300	-	-	63,300
Charitable activities				
Provision of recreational facilities and supporting events consistent with the charitable objects	503,990	-	-	503,990
Other trading activities – Income from subsidiary	53,275	-	-	53,275
Investment income	<u>303,879</u>	-	-	<u>303,879</u>
Total	<u>924,445</u>	-	-	<u>924,445</u>
EXPENDITURE ON				
Charitable activities				
Provision of recreational facilities and supporting events consistent with the charitable objects	791,890	-	-	791,890
Raising funds – cost of running Subsidiary	<u>26,707</u>	-	-	<u>26,707</u>
Net gains / (Losses) on investments	<u>(84,964)</u>	-	-	<u>(84,964)</u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

11. COMPARATIVES FOR THE CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Endowment fund £	Total funds £
NET INCOME	20,884	-	-	20,884
RECONCILIATION OF FUNDS				
Total funds brought forward	2,920,131	-	6,080,953	9,001,084
TOTAL FUNDS CARRIED FORWARD	<u>2,941,015</u>	<u>-</u>	<u>6,080,953</u>	<u>9,021,968</u>

**12. INTANGIBLE FIXED ASSETS
CHARITY AND GROUP**

	Goodwill £
COST	
Additions	<u>450,000</u>
AMORTISATION	
Charge for year	<u>7,500</u>
NET BOOK VALUE	
At 31 March 2024	<u>442,500</u>
At 31 March 2023	<u>-</u>

Goodwill has arisen on the acquisition of Capital Projects. The charity has adopted amortisation over 10 years.

**13. TANGIBLE FIXED ASSETS
CHARITY AND GROUP**

	Land and buildings £	Glasshouse building £	Improvement to property £
COST			
At 1 April 2023	2,410,953	745,441	869,013
Additions	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2024	<u>2,410,953</u>	<u>745,441</u>	<u>869,013</u>
DEPRECIATION			
At 1 April 2023	-	31,041	408,261
Charge for year	-	14,908	46,075
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2024	<u>-</u>	<u>45,949</u>	<u>454,336</u>
NET BOOK VALUE			
At 31 March 2024	<u>2,410,953</u>	<u>699,492</u>	<u>414,677</u>
At 31 March 2023	<u>2,410,953</u>	<u>714,400</u>	<u>460,752</u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

13. TANGIBLE FIXED ASSETS - continued

	Machinery and equipment £	Motor vehicles £	Totals £
COST			
At 1 April 2023	323,439	-	4,348,846
Additions	<u>45,000</u>	<u>105,000</u>	<u>150,000</u>
At 31 March 2024	<u>368,439</u>	<u>105,000</u>	<u>4,498,846</u>
DEPRECIATION			
At 1 April 2023	197,123	-	636,425
Charge for year	33,451	4,375	98,809
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2024	<u>230,574</u>	<u>4,375</u>	<u>735,234</u>
NET BOOK VALUE			
At 31 March 2024	<u>137,863</u>	<u>100,625</u>	<u>3,763,612</u>
At 31 March 2023	<u>126,316</u>	<u>-</u>	<u>3,712,421</u>

Land and buildings represent the Bath Recreation Grounds and the main fabric of the various outbuildings erected on the land between 1894 and 1954. Land is not depreciated and the main fabric of these outbuildings is deemed to have an indefinite useful life and are therefore not depreciated either.

Impairment is considered periodically and commercial valuations are obtained to facilitate this. The latest valuation was obtained from Carter Jonas as at 31 March 2022.

The Land and buildings of the Bath Recreation Ground are held by a linked charity - The Bath Recreation Ground Trust.

Improvement to properties represents the conversion of an outbuilding to become the charity's office, creation of changing facilities and other building improvements. These improvements have a limited useful life and are depreciated over 10 years.

The freehold of a park off Broadmoor Lane, Bath currently generates no rental income yet incurs annual maintenance costs. Given that the land does not produce a yield to the charitable company, nor has any resale value, the Trustees have decided not to value the land in its financial statements.

The leasehold of the Glasshouse playing fields does not generate a significant surplus. Given that the land does not produce a net yield to the charitable company, nor has any resale value, the trustees have decided not to value the land in its financial statements.

Bath Recreation Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2024**

14. FIXED ASSET INVESTMENTS

Group

	Investment portfolio £	Totals £
MARKET VALUE		
At 1 April 2023	1,116,880	1,116,880
Additions	396,672	396,672
Disposals	(347,000)	(347,000)
Revaluations	37,477	37,477
Investment management charges	(10,742)	(10,742)
	<hr/>	<hr/>
At 31 March 2024	<u>1,193,287</u>	<u>1,193,287</u>
NET BOOK VALUE		
At 31 March 2024	<u>1,193,287</u>	<u>1,193,287</u>
At 31 March 2023	<u>1,116,880</u>	<u>1,116,880</u>

Charity

	Shares in group undertakings £	Investment portfolio £	Totals £
MARKET VALUE			
At 1 April 2023	1	1,116,880	1,116,881
Additions	-	396,672	396,672
Disposals	-	(347,000)	(347,000)
Revaluations	-	37,477	37,477
Investment management charges	-	(10,742)	(10,742)
	<hr/>	<hr/>	<hr/>
At 31 March 2024	<u>1</u>	<u>1,193,287</u>	<u>1,193,288</u>
NET BOOK VALUE			
At 31 March 2024	<u>1</u>	<u>1,193,287</u>	<u>1,193,288</u>
At 31 March 2023	<u>1</u>	<u>1,116,880</u>	<u>1,116,881</u>

There were no investment assets outside the UK.

Cost or valuation at 31 March 2024 is represented by:

	Shares in group undertakings £	Investment portfolio £	Totals £
Valuation in 2024	<u>1</u>	<u>1,193,287</u>	<u>1,193,288</u>

The company's investments at the balance sheet date in the share capital of companies include the following:

The charity has a wholly owned trading subsidiary, Bath Recreation (Trading) Limited, company number 13553734. The company is incorporated in the United Kingdom and its registered office is Bath Recreation Ground, Pulteney Mews, Bath, England, BA2 4DS. The company was incorporated on 6 August 2021 and did trade during the period from 31 March 2023 to 31 March 2024. Note 26 provides further information on the activities of the subsidiary.

The investment portfolio consists of £1,156,494 listed investments and £36,793 cash balance.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

15. INVESTMENT PROPERTY
Group and Charity

	£
FAIR VALUE	
At 1 April 2023	
and 31 March 2024	<u>3,670,000</u>
NET BOOK VALUE	
At 31 March 2024	<u>3,670,000</u>
At 31 March 2023	<u>3,670,000</u>

The investment property built on the Bath Recreation Ground is held by a linked charity - the Bath Recreation Ground Trust.

Bath Sports & Leisure Centre became part of the Trust's assets following a decision of the Charity Tribunal in March 2014 which was reflected in an order of the Tribunal in April 2014. Attached to the asset is an obligation to demolish the building when it becomes life expired. It was not possible to recognise the value of the Sports and Leisure Centre fully until agreement was reached with Bath and North East Somerset Council on how the leisure centre would be used. The Trust have negotiated a lease and other arrangements with Bath and North East Somerset Council which resulted in Bath and North East Somerset Council paying substantial rent to the Trust from 1 April 2014 and assuming the obligation to demolish. The lease and ancillary documents were completed on 22 July 2016 and the full valuation including the Sports and Leisure Centre was included in the year ended 31 March 2018.

The £3,670,000 valuation of the land and buildings as at 31 March 2022 is based on an independent report prepared by Carter Jonas. The Trustees will take professional advice on the carrying amount of the investment property every five years.

Fair value at 31 March 2024 is represented by:

	£
Valuation in 2017	1,700,000
Valuation in 2022	<u>1,970,000</u>
	<u>3,670,000</u>

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
Trade debtors	28,736	7,927	10,111	3,061
Amounts owed by group undertakings	-	-	83,966	53,031
Other debtors	499	499	499	499
Prepayments and accrued income	<u>44,953</u>	<u>148,567</u>	<u>44,953</u>	<u>148,567</u>
	<u>74,188</u>	<u>156,993</u>	<u>139,529</u>	<u>205,158</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Charity	
	2024	2023	2024	2023
	£	£	£	£
Trade creditors	48,342	22,382	47,293	21,834
Social security and other taxes	13,824	12,593	13,824	12,593
VAT	20,251	16,982	15,486	13,308
Accruals and deferred income	<u>110,555</u>	<u>118,928</u>	<u>110,555</u>	<u>118,928</u>
	<u>192,972</u>	<u>170,885</u>	<u>187,158</u>	<u>166,663</u>

Deferred income at 31 March 2024 of £97,589 (2023: £87,200) represents income invoiced in advance.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

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

	2024	2023
	£	£
Deferred consideration	<u>300,000</u>	<u>-</u>

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Group

	Unrestricted	Restricted	Endowment	2024	2023
	fund	funds	fund	Total	Total
	£	£	£	funds	funds
Fixed assets	1,795,159	-	2,410,953	4,206,112	3,712,421
Investments	1,193,287	-	3,670,000	4,863,287	4,786,880
Current assets	403,832	-	-	403,832	693,552
Current liabilities	<u>(492,972)</u>	<u>-</u>	<u>-</u>	<u>(492,972)</u>	<u>(170,885)</u>
	<u>2,899,306</u>	<u>-</u>	<u>6,080,953</u>	<u>8,980,259</u>	<u>9,021,968</u>

20. MOVEMENT IN FUNDS

Group and Charity

	At 1.4.23	Net	At
	£	movement	31.3.24
		in funds	£
		£	
Unrestricted funds			
General fund	2,939,446	(469,773)	2,469,673
Designated funds – Capital Projects	-	400,000	400,000
Endowment funds			
Bath Recreation Ground	6,080,953	-	6,080,953
FUNDS OF CHARITY	9,020,399	(69,773)	8,950,626
Funds of subsidiary company	1,569	28,064	29,633
TOTAL FUNDS	<u>9,021,968</u>	<u>(41,709)</u>	<u>8,980,259</u>

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

	Incoming	Resources	Gains and	Movement
	resources	expended	losses /	
	in funds		Transfers	
	£	£	£	£
Unrestricted funds				
General fund	746,171	(874,834)	(341,110)	(469,773)
Designated funds – Capital Projects	-	-	400,000	400,000
TOTAL FUNDS	<u>746,171</u>	<u>(874,834)</u>	<u>58,890</u>	<u>(69,773)</u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

20. Comparatives for movement in funds - continued

	At 1.4.22 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	2,920,131	19,315	2,939,446
Endowment funds			
Bath Recreation Ground	6,080,953	-	6,080,953
	<hr/>	<hr/>	<hr/>
FUNDS OF CHARITY	9,001,084	19,315	9,020,399
Funds of subsidiary company	1	1,568	1,569
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	9,001,085	20,883	9,021,968

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	896,169	(791,890)	(84,964)	19,315
Endowment funds				
Bath Recreation Ground	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>896,169</u>	<u>(791,890)</u>	<u>(84,964)</u>	<u>19,315</u>

Bath Recreation Ground

This endowment fund represents the valuation of the land and buildings known as The Recreation Ground and the Sports Centre built upon it.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

21. RELATED PARTY DISCLOSURES

During the year wages of £4,080 (2023: £5,760) were paid to H Flinn, the son of the Chief Executive Officer J Flinn.

22. ULTIMATE CONTROLLING PARTY

There is no ultimate controlling party of the charity.

23. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024 £	2023 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(41,709)	20,884
Adjustments for:		
Depreciation charges	98,809	100,154
Amortisation charges	7,500	
Losses/(gain) on investments	(37,477)	84,964
Loss on disposal of fixed assets	-	-
Interest received	(6,048)	(1,966)
(Increase)/decrease in debtors	82,805	(144,498)
(Decrease)/increase in creditors	<u>322,087</u>	<u>(7,310)</u>
Net cash (used in)/provided by operations	<u>425,967</u>	<u>52,228</u>

24. ANALYSIS OF CHANGES IN NET FUNDS

Group

	At 1.4.23 £	Cash flow £	At 31.3.24 £
Net cash			
Cash at bank	<u>536,559</u>	<u>(206,915)</u>	<u>329,644</u>

Charity

	At 1.4.23 £	Cash flow £	At 31.3.24 £
Net cash			
Cash at bank	<u>482,603</u>	<u>(253,748)</u>	<u>228,855</u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

25. CORPORATE STRUCTURE AND LINKED CHARITY

The charitable company is an incorporated charity (the new charity), previously its activities were administered through the Bath Recreation Ground Trust (the old trust). The new charity was incorporated on 21 April 2017, but had no activities or transactions until 1 January 2018 when it took over the old trust's assets and operations, with the exception of the Bath Recreation Ground itself. Under trust law the land of the Recreation Ground cannot be held directly by the Charitable Company. Under a scheme agreed with the Charity Commission, from 1 January 2018, the new charity became the sole Trustee of old trust and the old trust became a linked charity to Bath Recreation Limited (linked charity number 1173521-1) and the assets and activities are included in these accounts under the rules of branch accounting.

26. SUBSIDIARY COMPANY

The charity has a wholly owned trading subsidiary, Bath Recreation (Trading) Limited, company number 13553734. The company is incorporated in the United Kingdom and its registered office is Bath Recreation Ground, Pulteney Mews, Bath, England, BA2 4DS. The company was incorporated on 6 August 2021 and did trade during the period from 31 March 2023 to 31 March 2024. The company donates all its taxable profits to Bath Recreation.

A summary of the financial performance of the subsidiary is shown below:

	2024	2023
	£	£
Turnover	117,014	53,275
Expenditure	<u>(88,950)</u>	<u>(51,707)</u>
Profit for the financial period	<u>28,064</u>	<u>1,568</u>

The assets and liabilities of the company were:

	2024	2023
	£	£
Current assets	119,413	58,822
Current liabilities	(89,780)	(57,253)
Long term liabilities	-	-
Net current assets	<u>29,633</u>	<u>1,569</u>
Reserves	29,632	1,568
Share capital	<u>1</u>	<u>1</u>
Net current assets	<u>29,633</u>	<u>1,569</u>

27. Financial results of the charity

The gross income for the year of the charity alone is £793,437 (2023: £896,170) and the deficit for the year of the charity alone is £72,535 (2023: £104,279 surplus).

BATH RECREATION LIMITED

England & Wales - Charity number 1173521

Accounts

REGISTERED COMPANY NUMBER: 10735297 (England and Wales)
REGISTERED CHARITY NUMBER: 1173521

Group Report of the Trustees and
Group Financial Statements
for the Year Ended 31 March 2023
for
Bath Recreation Limited

Sumer Audit
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

Bath Recreation Limited

Contents of the Financial Statements
for the Year Ended 31 March 2023

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 5
Report of the Independent Auditors	6 to 8
Consolidated Statement of Financial Activities	9
Consolidated Balance Sheet	10
Charity Balance Sheet	11
Consolidated Cash Flow Statement	12
Notes to the Consolidated Financial Statements	13 to 24

Bath Recreation Limited

Reference and Administrative Details
for the Year Ended 31 March 2023

TRUSTEES	Jason Dalley (Chair) Naomi Defroand (Vice Chair) Martin Harman CBE Keziah Trump Angela Lewis (resigned 31 August 2023) Mark Powell Alistair Colston (appointed 8 June 2022) Tim Withers (appointed 8 June 2022) David Durdan (retired 31 March 2022)
REGISTERED OFFICE	Pulteney Mews Bath BA2 4DS
REGISTERED COMPANY NUMBER	10735297 (England and Wales)
REGISTERED CHARITY NUMBER	1173521
AUDITORS	Sumer Audit Statutory Auditor Chartered Accountants County Gate County Way Trowbridge Wiltshire BA14 7FJ
BANKERS	HSBC 41 Southgate Bath BA1 1TN
SOLICITORS	Veale Wansborough Vizards Narrow Quay House Narrow Quay Bristol BS1 4QA
INVESTMENT MANAGER	Investec Wealth & Investment Limited 3 Temple Quay 3 Temple Back East Bristol BS1 6DZ

Bath Recreation Limited
Report of the Trustees
for the Year Ended 31 March 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2023. 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).

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 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

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charitable company has continued to deliver its objectives at the Recreation Ground and other sites; the provision, with or without charge, of property in or near Bath (including, but not limited to, the Bath Recreation Ground) for use as indoor (to assist in providing ancillary recreation facilities such as changing rooms, toilets and clubhouses and the like to support outdoor recreational space) and outdoor recreational facilities for the benefit of the public.

Whilst the direct impact of the Covid pandemic is behind us there has been a notable change in the recreation landscape locally. The added stress from the war in Ukraine and the cost of living crisis has placed strain on events and organisations we would normally support. This has led the trustees to keep a close watch on any recreation organisations that may come under direct or existential pressure. The coming years may see a need for the charity to step in to protect vital community recreation assets to ensure the benefits of recreation remain widely accessible. We comment further below on how we have developed our approach to reserves but the efforts the charity has made to build reserves and develop key relationships with other landowners and philanthropic entities has ensured we are ready to act as and when any appropriate opportunities or needs arise.

We have continued to provide recreation facilities for a wide range of organisations and activities; we have produced a separate impact report annually for the last 2 years which is distributed widely to demonstrate our work and impact to beneficiaries. Our foundational work with schools and young people continues to deliver great impact and we have moved to bringing staff to support this work into employed roles rather than rely on contracted suppliers. The aim is to deepen relationships with school and organisations over the long term, the accounts will show this direct investment in staff costs which the trustees feel is a positive step forward as we create permanent jobs for local people.

We have continued to grow our partnerships with direct support from St John's Foundation, the Medlock Charitable Trust and the George Cadbury Trust specifically to deliver the Glasshouse Academy programme and to target primary schools with high levels of need (such as the number of children entitled to free school meals, with special educational needs or English as a second language). The trustees see this type of collaboration to be a force multiplier as we harness greater skills and capabilities for the good of our shared beneficiaries.

As part of our strategy to diversify our capabilities and revenue the wholly owned trading subsidiary, Bath Recreation Trading Limited, has completed a very successful first year of activity. This has not only added revenue and created new jobs but has enhanced our impact with new partners such as the University of Bath. The added benefit of enhanced and diversified revenue has also strengthened our reputation and ability to support a wider cohort of clubs and schools.

The activities undertaken across our estate during the year are considered by the Trustees to be of direct benefit to the public at large, and they confirm that they have had regard to the guidance issued by the Charity Commission on public benefit and have followed this in planning and undertaking the activities.

The charitable company does not actively solicit donations from the public and has no need to develop formal policies on its fundraising approach at this stage.

Bath Recreation Limited
Report of the Trustees
for the Year Ended 31 March 2023

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Given the significant impact of Covid the Board set a challenging budget to ensure all in-year revenue was utilised in direct activity. We are happy to report the activity has provided confidence to our partners, allowed community activity to recover quickly and new opportunities to be realised. The key variable that has impacted the financial results is entirely due to the performance of the investment portfolio which is commented on below. Otherwise the budget was delivered as designed; to create confidence and activity for beneficiaries.

As part of the move to employed staff we have strengthened the management team which is led by the Chief Executive. We have created two General Manager roles to focus on Operations (including grounds maintenance and the trading subsidiary) and Activity (including partnerships, the school's programmes and future strategy). This enhanced management team will provide more balance and a focus on equality, diversity and inclusion. With the Trustees they all work closely with a range of stakeholders to deliver the Charitable Objectives. The staff and trustees have focused their combined efforts on improving the utilisation of the skills available. This has been achieved through a more flexible governance structure including the establishment of Trustee/Executive Working Groups who report directly to the main board including; Governance and Staffing, Finance and Investment, Property and Education. Trustees with greater specific experience in each field support the executive more directly and ensure the link between strategy and operations is strong and coherent.

The Recreation Ground has seen the greatest impact on large events but has seen a healthy growth of smaller, community led activity. A milestone has finally been reached in regard to the years of legal challenges the land has faced in that the Courts have ordered that the land is unencumbered from any covenants. The legal matters have been a significant burden to the charity over a number of years and it is of great significance that the charity can now look forward and plan with confidence in regard to future activity on the site.

The Glasshouse Pavilion and Playing Fields is now an established community and schools focused recreation site. It is widely used by a range of clubs and organisations and has greatly enhanced the reputation of the charity across the wider community. The delivery and activation of this site has further developed the skills and experience of the trustees and management team and leaves us well positioned to consider new sites and investments.

As mentioned, the major events sector has been slow to recover from the impact of the pandemic. That said, we have tested a partnership model with the Bath Rotary Club for the annual fireworks display which gave confidence to the organisers and delivered some direct revenue to the charity. We will seek to work on a partnership basis in future where we provide resources that reduce the burden of risk on the event organisers but don't place direct financial risk on the charity. Time will tell how the events sector recovers and operates but this model has helped to deliver some much-loved local events during the past year.

Whilst the investment portfolio was severely impacted by the Covid pandemic but recovered (in line with the markets) the war in Ukraine and cost of living crisis linked to inflation severely rocked the financial markets again. The value of the portfolio at 31 March 2023 was £1,116,880 and has remained flat since then. The investment performance is shown in note 13 to the financial statements.

FINANCIAL REVIEW

Reserves policy

It is the policy of the Trustees that the charitable company should hold sufficient unrestricted reserves to enable it to meet its ongoing commitments equal to 6 months operating expenditure.

For the year ending 31 March 2023 this was approximately £0.4m and cash held at year end was £0.54m which was sufficient to meet these reserves.

Of the remaining reserves £7.4m are not easily realisable as they relate to fixed assets or freehold property.

£1.1m is held in an investment portfolio and this amount is held to provide sufficient resources to enable the Charity to fund any additional opportunities for the charitable company's objectives to be furthered as they may arise.

The Trustees are currently evaluating opportunities to invest some of these reserves to both further the charitable objectives and to generate better investment returns in order to diversify the charitable company's income streams.

Details of the restricted, endowment and unrestricted funds available to the charitable company at the balance sheet date are given in note 18 to these financial statements. The Trustees consider the reserves position at this date to be satisfactory.

Bath Recreation Limited
Report of the Trustees
for the Year Ended 31 March 2023

Going concern

The charitable company receives the majority of its ongoing income from Bath Rugby and Bath and North East Somerset Council for the ongoing use of its facilities. A significant proportion of this income relates to leases granted by the charitable company which have an end date in 2069 and the Trustees are of the view that this provides sufficient security to mitigate any risk to its continued existence.

Taking into account the operations of the charitable company and the current reserves position, the Trustees are of the opinion that the going concern basis for the preparation of the financial statements is appropriate.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity operating through a company limited by guarantee which is the sole Trustee of Bath Recreation Ground Trust is governed by a Scheme dated 14 December 2016, a Direction given on 3 November 2017 and the Articles of Association. The Articles of Association were amended by resolution on 9 March 2022 to reflect the changing needs for the governance structure. The additional provision for an extra 3-year term of office (changing the maximum period from 6 years to 9 years).

Recruitment and appointment of new trustees

The Company Trustee body is made up of not less than three co-opted trustees. Following the removal of nominating bodies one of the nominated trustees was retained as a co-opted trustee and the recruitment process was started to identify 2 new trustees with specialist knowledge and experience in the property and education fields.

Alistair Colston and Tim Withers joined the Board of Trustees in June 2022 and add strength to key areas as identified above.

When appointing co-opted Trustees, the Trustees must:

- a. identify the needs of the charity regarding skills or knowledge of its Trustees; and
- b. consider the extent to which appointees demonstrate the skills or knowledge; and
- c. not appoint members of Bath and North East Somerset Council.

Of the co-opted Trustees, the Trustees must appoint at least one whose skills and knowledge include an ability to represent those groups of beneficiaries that use the recreation ground, other than Bath Rugby.

In appointing co-opted Trustees, the Trustees must have regard to the desirability of advertising or using trustee brokerage services. Candidates must be asked to consider and declare any existing or potential conflicts of interest before appointment.

At least three of the Trustees must be resident within 5 miles of Bath Abbey.

The Trustees are responsible for monitoring the ongoing risks facing the charitable company. The Trustees are satisfied that major risks have been reviewed and that systems and procedures appropriately established to manage those risks.

Key management remuneration

Trustees are not remunerated by the charity. Remuneration levels of the charitable company's key management are set in accordance with market rates and kept under review by the Trustees.

Events since the year end

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

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Bath Recreation Limited for the purposes of company law) 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) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

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

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

In so far as the trustees are aware:

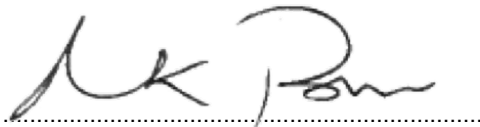
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Sumer Audit, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on6 December 2023..... and signed on its behalf by:



Mark Powell - Trustee

**Report of the Independent Auditors to the Members of
Bath Recreation Limited**

Opinion

We have audited the financial statements of Bath Recreation Limited (the 'parent charity') and its subsidiary ('the group') for the year ended 31 March 2023 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Charity Balance Sheet, the Consolidated Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent charity's affairs as at 31 March 2023 and the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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 charitable company'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.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Report of the Independent Auditors to the Members of Bath Recreation Limited

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charitable company and sector, we identified that the principal risks of non-compliance with laws and regulations related company and charity legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements of the charitable company. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Statement of Recommended Practice and the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to potential lack of segregation of duties, bookkeeping errors and management bias in accounting estimates and judgemental areas of the financial statements. Audit procedures performed by the audit engagement team included:

- Enquiry of management and those charged with governance about any known or suspected instances of non-compliance with laws and regulations and fraud;
- Reviewing minutes of meetings of those charged with governance and any correspondence with The Charity Commission;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing analytical procedures to identify any unusual or unexpected relationship that might indicate a risk of material misstatement due to fraud;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through 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.

Report of the Independent Auditors to the Members of
Bath Recreation Limited

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



James Gare (Senior Statutory Auditor)
for and on behalf of Sumer Audit
Statutory Auditor
Chartered Accountants
County Gate
County Way
Trowbridge
Wiltshire
BA14 7FJ

Date: 14 December 2023.....

Bath Recreation Limited

Consolidated Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 March 2023

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	63,300	-	-	63,300	118,600
Charitable activities	4					
Provision of recreational facilities and supporting events consistent with the charitable objects		503,990	-	-	503,990	435,006
Other trading activities – income from subsidiary		53,275			53,275	-
Investment income	3	<u>303,880</u>	<u>-</u>	<u>-</u>	<u>303,880</u>	<u>197,527</u>
Total		<u>924,445</u>	<u>-</u>	<u>-</u>	<u>924,445</u>	<u>751,133</u>
EXPENDITURE ON						
Fundraising						
Raising funds – cost of running subsidiary		26,707	-	-	26,707	-
Charitable activities	5					
Provision of recreational facilities and supporting events consistent with the charitable objects		791,890	-	-	791,890	781,076
Total		<u>818,597</u>	<u>-</u>	<u>-</u>	<u>818,597</u>	<u>781,076</u>
Net gains/(losses) on investments		<u>(84,964)</u>	<u>-</u>	<u>-</u>	<u>(84,964)</u>	<u>2,013,653</u>
NET INCOME/(EXPENDITURE)		20,884	-	-	20,884	1,983,710
RECONCILIATION OF FUNDS						
Total funds brought forward		<u>2,920,131</u>	<u>-</u>	<u>6,080,953</u>	<u>9,001,084</u>	<u>7,017,374</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>2,941,015</u></u>	<u><u>-</u></u>	<u><u>6,080,953</u></u>	<u><u>9,021,968</u></u>	<u><u>9,001,084</u></u>

The notes form part of these financial statements

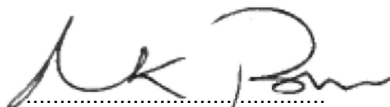
Bath Recreation Limited (Registered number: 10735297)


Consolidated Balance Sheet
31 March 2023

	Notes	2023 £	2022 £
FIXED ASSETS			
Tangible assets	12	3,712,421	3,787,858
Investments			
Investments	13	1,116,880	1,189,411
Investment property	14	<u>3,670,000</u>	<u>3,670,000</u>
		8,499,301	8,647,269
CURRENT ASSETS			
Debtors	15	156,993	12,495
Cash at bank		<u>536,559</u>	<u>519,515</u>
		693,552	532,010
CREDITORS			
Amounts falling due within one year	16	(170,885)	(178,195)
		<u>522,667</u>	<u>353,815</u>
NET CURRENT ASSETS			
		<u>9,021,968</u>	<u>9,001,084</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>9,021,968</u>	<u>9,001,084</u>
NET ASSETS			
		<u>9,021,968</u>	<u>9,001,084</u>
FUNDS	18		
Unrestricted funds		2,941,015	2,920,131
Endowment funds		<u>6,080,953</u>	<u>6,080,953</u>
TOTAL FUNDS		<u>9,021,968</u>	<u>9,001,084</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 6 December 2023 and were signed on its behalf by:


.....
Mark Powell - Trustee


.....
Jason Dalley - Trustee


Bath Recreation Limited (Registered number: 10735297)

Charity Balance Sheet
31 March 2023

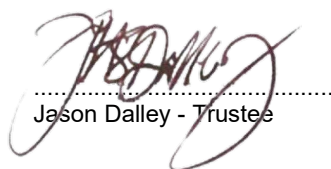
	Notes	2023 £	2022 £
FIXED ASSETS			
Tangible assets	12	3,712,421	3,787,858
Investments			
Investments	13	1,116,881	1,189,412
Investment property	14	<u>3,670,000</u>	<u>3,670,000</u>
		8,499,302	8,647,270
CURRENT ASSETS			
Debtors	15	205,158	12,495
Cash at bank		<u>482,603</u>	<u>519,515</u>
		687,761	532,010
CREDITORS			
Amounts falling due within one year	16	(166,663)	(178,195)
		<u>521,098</u>	<u>353,814</u>
NET CURRENT ASSETS			
		<u>9,020,400</u>	<u>9,001,085</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>9,020,400</u>	<u>9,001,085</u>
NET ASSETS			
		<u>9,020,400</u>	<u>9,001,085</u>
FUNDS	18		
Unrestricted funds		2,939,447	2,920,132
Endowment funds		<u>6,080,953</u>	<u>6,080,953</u>
TOTAL FUNDS		<u>9,020,400</u>	<u>9,001,085</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 6 December 2023
and were signed on its behalf by:



.....
Mark Powell - Trustee



.....
Jason Dalley - Trustee

Bath Recreation Limited

Consolidated Cash Flow Statement
for the Year Ended 31 March 2023

	Notes	2023 £	2022 £
Cash flows from operating activities			
Group cash generated from operations	21	<u>52,228</u>	<u>241,970</u>
Net group cash (used in)/provided by operating activities		<u>52,228</u>	<u>241,970</u>
Group cash flows from investing activities			
Purchase of tangible fixed assets		(24,717)	(115,186)
Purchase of fixed asset investments		(297,347)	(486,971)
Sale of fixed asset investments		274,144	464,863
Investment fees charged		10,770	11,404
Interest received		<u>1,966</u>	<u>1,133</u>
Net group cash used in investing activities		<u>(35,184)</u>	<u>(124,757)</u>
Change in group cash and cash equivalents in the reporting period			
		17,044	117,213
Group cash and cash equivalents at the beginning of the reporting period		<u>519,515</u>	<u>402,302</u>
Group cash and cash equivalents at the end of the reporting period		<u><u>536,559</u></u>	<u><u>519,515</u></u>

The notes form part of these financial statements

Bath Recreation Limited

Notes to the Financial Statements **for the Year Ended 31 March 2023**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Bath Recreation Limited as a charitable company established in England and Wales. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company. The address of the registered office is given in the reference and administrative details on page 1 of these financial statements. The nature of the charitable company's operations and principal activities are described in the Report of the Trustees.

The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The functional currency of the charitable company, and the presentation currency of these financial statements is the pound sterling ("£").

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from approving these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Preparation of consolidated financial statements

The financial statements consolidate the results of the Charity and its wholly-owned subsidiary Bath Recreation (Trading) Limited both of which make up their financial statements to 31 March. A separate statement of financial activities, or income and expenditure account, for the charity itself is not presented because the charity has taken advantage of the exemptions afforded by Section 408 of the Companies Act 2006.

Income

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

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Fees and rental income receivable

Fees and rental income receivable are recognised in the Statement of Financial Activities in the period to which they relate. Where fee or rental income is received or receivable in advance of the period to which it relates, its recognition is deferred and included in creditors as deferred income.

The charity has taken advantage of the relief for Covid-19 related rent concessions and recognised the variable lease payments arising from rent holidays in the period they have been received rather than spreading over the terms of the lease.

Donations

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. Income relating to the settlement agreement with Bath & North East Somerset Council to restore and improve the Recreation Ground is recognised when released by the Council.

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.

Bath Recreation Limited

Notes to the Financial Statements - continued **for the Year Ended 31 March 2023**

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

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

Land and buildings	- Nil
Glasshouse building	- 2% on straight line basis
Improvements to property	- 10% on reducing balance
Machinery and equipment	- 25% on reducing balance

No depreciation is charged on land. Assets costing over £250 are capitalised.

Investments

Listed investments are included in the balance sheet at fair value (their market value).

The realised and unrealised gains on investments are reflected in the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value as the period end and opening market value (or purchase date if later). Realised and unrealised gains are not separated in the statement of financial activities.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Taxation

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

Fund accounting

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

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

The charitable company has a single permanent endowment which represents the land and buildings of the Bath Recreation Ground. As described in Note 23, the recreation ground is held by a linked charity

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

Linked charities

Branch accounting has been adopted for the linked unincorporated charitable trust, see Note 23.

Pension costs and other post-retirement benefits

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

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank

Cash at bank includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial instruments

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

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

1. ACCOUNTING POLICIES - continued

Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions

The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant impact on the carrying amounts of assets and liabilities within the next financial year are:

- the useful economic life of the charitable company's tangible fixed assets;
- the proportion of the overall land value that relates to buildings on the charitable company's land.

Critical areas of judgement

The charitable company includes its investment property at an estimated value of £3.67m. In the absence of an intention to sell and a committed buyer, this figure is a matter of judgement for the Trustees in consultation with their professional advisers.

2. DONATIONS AND LEGACIES

	2023	2022
	£	£
Other donations	<u>63,300</u>	<u>118,600</u>

3. INVESTMENT INCOME

	2023	2022
	£	£
Rent from Bath & North East Somerset Council	278,711	175,367
Dividend income	23,020	21,027
Deposit account interest	1,966	53
Other interest receivable	<u>183</u>	<u>1,080</u>
	<u>303,880</u>	<u>197,527</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	2023	2022
	Provision of recreational facilities and supporting events consistent with the charitable	Total activities
	£	£
Bath Rugby	294,649	323,732
Other income	178,316	75,274
Grants	<u>31,025</u>	<u>36,000</u>
	<u>503,990</u>	<u>435,006</u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

4. INCOME FROM CHARITABLE ACTIVITIES – continued

Rental income

The charity has the following amounts of rent due to it under operating lease agreements with various tenants at the Recreation Ground site:

	Due within one year	Due within two and five years	Due in more than five years
Rental income due	417,044	969,676	8,522,347

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 6) £	Totals £
Provision of recreational facilities and supporting events consistent with the charitable objects	<u>706,126</u>	<u>85,764</u>	<u>791,890</u>

6. SUPPORT COSTS

	Other £	Governance costs £	Totals £
Provision of recreational facilities and supporting events consistent with the charitable objects	<u>21,806</u>	<u>63,958</u>	<u>85,764</u>

7. NET INCOME/(EXPENDITURE)

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

	2023 £	2022 £
Depreciation - owned assets	100,154	117,014
Deficit on disposal of fixed assets	<u>-</u>	<u>90</u>

8. AUDITORS' REMUNERATION

	2023 £	2022 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	11,000	9,130
Fees payable to the charity's auditors for other services: Accounts, VAT advice and payroll	<u>3,750</u>	<u>3,284</u>
Total audit fees	<u>14,750</u>	<u>12,414</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

9. TRUSTEES' REMUNERATION AND BENEFITS - continued

Trustees' expenses

During the year reimbursed expenses totalling £765 (2022: £1,891) were paid to five (2022: four) trustees for travel and training.

10. STAFF COSTS

	2023	2022
	£	£
Wages and salaries	233,649	219,680
Social security costs	19,682	19,479
Other pension costs	<u>5,196</u>	<u>6,935</u>
	<u>258,527</u>	<u>246,094</u>

Included in wages and salaries are redundancy payments amounting to £nil (2022 - £nil).

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

	2023	2022
Management and administration	7	5
Sports coaching	<u>1</u>	<u>1</u>
	<u>8</u>	<u>6</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2023	2022
£70,001 - £80,000	<u>1</u>	<u>1</u>

The key management personnel of the charity comprise the trustees and the Chief Executive, to whom responsibility for the day-to-day activities of the charity is delegated. The total employee benefits received by key management personnel during the year were £79,593 (2022: £75,809).

11. COMPARATIVES FOR THE CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	118,600	-	-	118,600
Charitable activities				
Provision of recreational facilities and supporting events consistent with the charitable objects	435,006	-	-	435,006
Investment income	<u>197,527</u>	-	-	<u>197,527</u>
Total	<u>751,133</u>	-	-	<u>751,133</u>
EXPENDITURE ON				
Charitable activities				
Provision of recreational facilities and supporting events consistent with the charitable objects	<u>781,076</u>	-	-	<u>781,076</u>
Net gains on investments	<u>43,653</u>	-	<u>1,970,000</u>	<u>2,013,653</u>
NET INCOME	13,710	-	1,970,000	1,983,710

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

11. COMPARATIVES FOR THE CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Endowment fund £	Total funds £
RECONCILIATION OF FUNDS				
Total funds brought forward	2,906,422	-	4,110,953	7,017,374
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD	<u>2,920,132</u>	<u>-</u>	<u>6,080,953</u>	<u>9,001,084</u>

12. TANGIBLE FIXED ASSETS
Group and Charity

	Land and buildings £	Glasshouse building £	Improvements to property £	Machinery and equipment £	Totals £
COST					
At 1 April 2022	2,410,953	745,441	869,013	298,722	4,324,129
Additions	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	-	-	-	24,717	24,717
At 31 March 2023	<u>2,410,953</u>	<u>745,441</u>	<u>869,013</u>	<u>323,439</u>	<u>4,348,846</u>
DEPRECIATION					
At 1 April 2022	-	16,132	357,086	163,053	536,271
Charge for year	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	-	14,909	51,175	34,070	100,154
At 31 March 2023	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	-	31,041	408,261	197,123	636,425
NET BOOK VALUE					
At 31 March 2023	<u>2,410,953</u>	<u>714,400</u>	<u>460,752</u>	<u>126,316</u>	<u>3,712,421</u>
At 31 March 2022	<u>2,410,953</u>	<u>729,309</u>	<u>511,927</u>	<u>135,669</u>	<u>3,787,858</u>

Land and buildings represent the Bath Recreation Grounds and the main fabric of the various outbuildings erected on the land between 1894 and 1954. Land is not depreciated and the main fabric of these outbuildings is deemed to have an indefinite useful life and are therefore not depreciated either.

Impairment is considered periodically and commercial valuations are obtained to facilitate this. The latest valuation was obtained from Carter Jonas as at 31 March 2022.

The Land and buildings of the Bath Recreation Ground are held by a linked charity - The Bath Recreation Ground Trust.

Improvement to properties represents the conversion of an outbuilding to become the charity's office, creation of changing facilities and other building improvements. These improvements have a limited useful life and are depreciated over 10 years.

The freehold of a park off Broadmoor Lane, Bath currently generates no rental income yet incurs annual maintenance costs. Given that the land does not produce a yield to the charitable company, nor has any resale value, the Trustees have decided not to value the land in its financial statements.

The leasehold of the Glasshouse playing fields does not generate a significant surplus. Given that the land does not produce a net yield to the charitable company, nor has any resale value, the trustees have decided not to value the land in its financial statements.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

13. FIXED ASSET INVESTMENTS

Group

	Investment portfolio £	Totals £
MARKET VALUE		
At 1 April 2022	1,189,411	1,189,411
Additions	297,347	297,347
Disposals	(274,144)	(274,144)
Revaluations	(84,964)	(84,964)
Investment management charges	(10,770)	(10,770)
	<u>1,116,880</u>	<u>1,116,880</u>
At 31 March 2023	<u>1,116,880</u>	<u>1,116,880</u>
NET BOOK VALUE		
At 31 March 2023	<u>1,116,880</u>	<u>1,116,880</u>
At 31 March 2022	<u>1,189,411</u>	<u>1,189,411</u>

Charity

	Shares in group undertakings £	Investment portfolio £	Totals £
MARKET VALUE			
At 1 April 2022	1	1,189,411	1,189,412
Additions	-	297,347	297,347
Disposals	-	(274,144)	(274,144)
Revaluations	-	(84,964)	(84,964)
Investment management charges	-	(10,770)	(10,770)
	<u>1</u>	<u>1,116,880</u>	<u>1,116,881</u>
At 31 March 2023	<u>1</u>	<u>1,116,880</u>	<u>1,116,881</u>
NET BOOK VALUE			
At 31 March 2023	<u>1</u>	<u>1,116,880</u>	<u>1,116,881</u>
At 31 March 2022	<u>1</u>	<u>1,189,411</u>	<u>1,189,412</u>

There were no investment assets outside the UK.

Cost or valuation at 31 March 2023 is represented by:

	Shares in group undertakings £	Investment portfolio £	Totals £
Valuation in 2023	<u>1</u>	<u>1,116,880</u>	<u>1,116,881</u>

The company's investments at the balance sheet date in the share capital of companies include the following:

The charity has a wholly owned trading subsidiary, Bath Recreation (Trading) Limited, company number 13553734. The company is incorporated in the United Kingdom and its registered office is Bath Recreation Ground, Pulteney Mews, Bath, England, BA2 4DS. The company was incorporated on 6 August 2021 and did trade during the period from 31 March 2022 to 31 March 2023. Note 24 provides further information on the activities of the subsidiary.

The investment portfolio consists of £1,089,997 listed investments and £26,883 cash balance.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

14. INVESTMENT PROPERTY
Group and Charity

	£
FAIR VALUE	
At 1 April 2022	
and 31 March 2023	<u>3,670,000</u>
NET BOOK VALUE	
At 31 March 2023	<u>3,670,000</u>
At 31 March 2022	<u>3,670,000</u>

The investment property built on the Bath Recreation Ground is held by a linked charity - the Bath Recreation Ground Trust.

Bath Sports & Leisure Centre became part of the Trust's assets following a decision of the Charity Tribunal in March 2014 which was reflected in an order of the Tribunal in April 2014. Attached to the asset is an obligation to demolish the building when it becomes life expired. It was not possible to recognise the value of the Sports and Leisure Centre fully until agreement was reached with Bath and North East Somerset Council on how the leisure centre would be used. The Trust have negotiated a lease and other arrangements with Bath and North East Somerset Council which resulted in Bath and North East Somerset Council paying substantial rent to the Trust from 1 April 2014 and assuming the obligation to demolish. The lease and ancillary documents were completed on 22 July 2016 and the full valuation including the Sports and Leisure Centre was included in the year ended 31 March 2018.

The £3,670,000 valuation of the land and buildings as at 31 March 2022 is based on an independent report prepared by Carter Jonas. The Trustees will take professional advice on the carrying amount of the investment property every five years.

14. INVESTMENT PROPERTY - continued

Fair value at 31 March 2023 is represented by:

	£
Valuation in 2017	1,700,000
Valuation in 2022	<u>1,970,000</u>
	<u>3,670,000</u>

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Trade debtors	7,927	5,134	3,061	5,134
Amounts owed by group undertakings	-	-	53,031	-
Other debtors	499	499	499	499
Prepayments and accrued income	<u>148,567</u>	<u>6,862</u>	<u>148,567</u>	<u>6,862</u>
	<u>156,993</u>	<u>12,495</u>	<u>205,158</u>	<u>12,495</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Trade creditors	22,382	47,288	21,834	47,288
Social security and other taxes	12,593	6,662	12,593	6,662
VAT	16,982	11,022	13,308	11,022
Accruals and deferred income	<u>118,928</u>	<u>113,233</u>	<u>118,928</u>	<u>113,233</u>
	<u>170,885</u>	<u>178,195</u>	<u>166,663</u>	<u>178,195</u>

Deferred income at 31 March 2023 of £87,200 (2022: £103,075) represents income invoiced in advance.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Group

	Unrestricted fund £	Restricted funds £	Endowment fund £	2023 Total funds £	2022 Total funds £
Fixed assets	1,301,468	-	2,410,953	3,712,421	3,787,858
Investments	1,116,880	-	3,670,000	4,786,880	4,859,411
Current assets	693,552	-	-	693,552	532,010
Current liabilities	<u>(170,885)</u>	<u>-</u>	<u>-</u>	<u>(170,885)</u>	<u>(178,195)</u>
	<u>2,941,015</u>	<u>-</u>	<u>6,080,953</u>	<u>9,021,968</u>	<u>9,001,084</u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

18. MOVEMENT IN FUNDS

Group and Charity

	At 1.4.22 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	2,920,131	19,315	2,939,446
Endowment funds			
Bath Recreation Ground	6,080,953	-	6,080,953
	<hr/>	<hr/>	<hr/>
FUNDS OF CHARITY	9,001,084	19,315	9,020,399
Funds of subsidiary company	1	1,568	1,569
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>9,001,085</u>	<u>20,883</u>	<u>9,021,968</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	896,169	(791,890)	(84,964)	19,315
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>896,169</u>	<u>(791,890)</u>	<u>(84,964)</u>	<u>19,315</u>

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	2,906,422	13,710	2,920,132
Endowment funds			
Bath Recreation Ground	4,110,953	1,970,000	6,080,953
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>7,017,375</u>	<u>1,983,710</u>	<u>9,001,085</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	751,133	(781,076)	43,653	13,710
Endowment funds				
Bath Recreation Ground	-	-	1,970,000	1,970,000
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>751,133</u>	<u>(781,076)</u>	<u>2,013,653</u>	<u>1,983,710</u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

Bath Recreation Ground

This endowment fund represents the valuation of the land and buildings known as The Recreation Ground and the Sports Centre built upon it.

19. RELATED PARTY DISCLOSURES

During the year wages of £5,760 (2022: £2,120) were paid to H Flinn, the son of the Chief Executive Officer J Flinn.

20. ULTIMATE CONTROLLING PARTY

There is no ultimate controlling party of the charity.

21. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023 £	2022 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	20,884	1,983,710
Adjustments for:		
Depreciation charges	100,154	117,014
Losses/(gain) on investments	84,964	(2,013,653)
Loss on disposal of fixed assets	-	90
Interest received	(1,966)	(1,133)
(Increase)/decrease in debtors	(144,498)	141,762
(Decrease)/increase in creditors	(7,310)	14,180
Net cash (used in)/provided by operations	<u>52,228</u>	<u>241,970</u>

22. ANALYSIS OF CHANGES IN NET FUNDS

Group

	At 1.4.22 £	Cash flow £	At 31.3.23 £
Net cash			
Cash at bank	<u>519,515</u>	<u>17,044</u>	<u>536,559</u>
	<u>519,515</u>	<u>17,044</u>	<u>536,559</u>
Total	<u>519,515</u>	<u>17,044</u>	<u>536,559</u>

Charity

	At 1.4.22 £	Cash flow £	At 31.3.23 £
Net cash			
Cash at bank	<u>519,515</u>	<u>(36,912)</u>	<u>482,603</u>
	<u>519,515</u>	<u>(36,912)</u>	<u>482,603</u>
Total	<u>519,515</u>	<u>(36,912)</u>	<u>482,603</u>

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

23. CORPORATE STRUCTURE AND LINKED CHARITY

The charitable company is an incorporated charity (the new charity), previously its activities were administered through the Bath Recreation Ground Trust (the old trust). The new charity was incorporated on 21 April 2017, but had no activities or transactions until 1 January 2018 when it took over the old trust's assets and operations, with the exception of the Bath Recreation Ground itself. Under trust law the land of the Recreation Ground cannot be held directly by the Charitable Company. Under a scheme agreed with the Charity Commission, from 1 January 2018, the new charity became the sole Trustee of old trust and the old trust became a linked charity to Bath Recreation Limited (linked charity number 1173521-1) and the assets and activities are included in these accounts under the rules of branch accounting.

24. SUBSIDIARY COMPANY

The charity has a wholly owned trading subsidiary, Bath Recreation (Trading) Limited, company number 13553734. The company is incorporated in the United Kingdom and its registered office is Bath Recreation Ground, Pulteney Mews, Bath, England, BA2 4DS. The company was incorporated on 6 August 2021 and did trade during the period from 31 March 2022 to 31 March 2023. The company donates all its taxable profits to Bath Recreation.

A summary of the financial performance of the subsidiary is shown below:

	2023	2022
	£	£
Turnover	53,275	-
Expenditure	<u>(51,707)</u>	<u>-</u>
Profit for the financial period	<u>1,568</u>	<u>-</u>

The assets and liabilities of the company were:

	2023	2022
	£	£
Current assets	58,822	501
Current liabilities	(57,253)	(500)
Long term liabilities	<u>-</u>	<u>-</u>
Net current assets	<u>1,569</u>	<u>1</u>
Reserves	1,568	-
Share capital	<u>1</u>	<u>1</u>
Net current assets	<u>1,569</u>	<u>1</u>

25. Financial results of the charity

The gross income for the year of the charity alone is £891,169 (2022: £751,133) and the Surplus for the year of the charity alone is £104,279 (2022 Deficit: £29,943).

BATH RECREATION LIMITED

England & Wales - Charity number 1173521

Accounts

Report of the Trustees and
Financial Statements
for the Year Ended 31 March 2022
for
Bath Recreation Limited

Monahans
Statutory Auditor
Chartered Accountants
Fortescue House
Court Street
Trowbridge
Wiltshire
BA14 8FA

Contents of the Financial Statements
for the Year Ended 31 March 2022

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 5
Report of the Independent Auditors	6 to 8
Statement of Financial Activities	9
Balance Sheet	10
Cash Flow Statement	11
Notes to the Financial Statements	12 to 21

Bath Recreation Limited

Reference and Administrative Details
for the Year Ended 31 March 2022

TRUSTEES	David Durdan Angela Lewis Martin Haman CBE Keziah Trump Jason Dalley Stephen Tanner (resigned 19.10.21) Naomi Defroand Mark Powell
REGISTERED OFFICE	Pulteney Mews Bath BA2 4DS
REGISTERED COMPANY NUMBER	10735297 (England and Wales)
REGISTERED CHARITY NUMBER	1173521
AUDITORS	Monahans Statutory Auditor Chartered Accountants Fortescue House Court Street Trowbridge Wiltshire BA14 8FA
BANKERS	HSBC 41 Southgate Bath BA1 1TN
SOLICITORS	Veale Wansborough Vizards Narrow Quay House Narrow Quay Bristol BS1 4QA Clarke Wilmott LLP 1 George Square Bath Street Bristol BS1 6BA
INVESTMENT MANAGER	Investec Wealth & Investment Limited 3 Temple Quay 3 Temple Back East Bristol BS1 6DZ

Bath Recreation Limited
Report of the Trustees
for the Year Ended 31 March 2022

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 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).

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 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

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charitable company has continued to deliver its objectives at the Recreation Ground and other sites; the provision, with or without charge, of property in or near Bath (including, but not limited to, the Bath Recreation Ground) for use as indoor (to assist in providing ancillary recreation facilities such as changing rooms, toilets and clubhouses and the like to support outdoor recreational space) and outdoor recreational facilities for the benefit of the public.

Covid-19

The charity was largely financially insulated from the impact of the pandemic so we aimed to support our network of tenants and users through the pandemic with their survival being the ultimate goal. We are delighted that all of our direct network have come through the worst of the pandemic intact though some have found the operating environment challenging. One notable positive example is the Bath Festivals, a major charitable organisation who lead the promotion of the performing arts across the City. Despite significant restraints, including key funders reducing their support, we fulfilled the role of Principal Partner to ensure a full programme of activity was enjoyed across schools and venues for a wide cross section of the community. The Festivals have been a real beacon of hope and enjoyment after such a devastating period of inactivity.

Our schools programme has gone from strength to strength delivering impact both in and out of schools. We have developed deeper relationships with Multi Academy Trusts working with a range of schools to adapt to the needs of children with a major focus on physical activity levels and improving attainment success - linking academic improvements to the benefit of sport and exercise. This approach has also brought together partner charitable foundations who seek to support the development of young people. We have harnessed direct support from St John's Foundation and the Medlock Charitable Trust to target primary schools with high levels of need (such as the number of children entitled to free school meals, with special educational needs or English as a second language).

As the community emerged from the periods of lockdown we also developed our relationship with local sports clubs. A key need for assistance with grounds maintenance was a particular challenge which we were able to support. This led to the development of a wholly owned trading subsidiary company that could provide direct support to clubs and schools which will launch activity in April 2022.

The activities undertaken across our estate during the year are considered by the Trustees to be of direct benefit to the public at large, and they confirm that they have had regard to the guidance issued by the Charity Commission on public benefit and have followed this in planning and undertaking the activities.

The charitable company does not actively solicit donations from the public and has no need to develop formal policies on its fundraising approach at this stage.

Bath Recreation Limited
Report of the Trustees
for the Year Ended 31 March 2022

ACHIEVEMENT AND PERFORMANCE

Charitable activities

A team of directly employed staff, led by the Chief Executive, manage the grounds and deliver activities. With the Trustees they work closely with a range of stakeholders to deliver the Charitable Objectives. The staff and trustees have focused their combined efforts on improving the utilisation of the skills available. This has been achieved through a more flexible governance structure including the establishment of Trustee/Executive Working Groups who report directly to the main board including; Governance and Staffing, Finance and Investment, Property and Education. Trustees with greater specific experience in each field support the executive more directly and ensure the link between strategy and operations is strong and coherent.

The new pavilion at Glasshouse Playing Fields has quickly been established as a hub for school and community sport and recreation. The range of users continues to grow and the site has been nominated for a regional planning award. The development of this site has seen the impact of the charity reach into new areas of the community further afield from the Recreation Ground.

Major events have been severely impacted by the pandemic and have been slow to return, with many being cancelled or postponed repeatedly. The Recreation Ground has been the home to a wider number of smaller events and most have been delivered by other charitable organisations, most prominently Bath Rugby Foundation and Bath City FC Foundation. The relationship with other local charities has been a very positive result of the hiatus and there has been a notable increase in cooperation between a variety of local charities; we are delighted to have provided opportunities for and to have played a part in this community.

The charity instructed Carter Jonas to provide a valuation report for the Recreation Ground. The positive increase is a direct reflection of the growth in activity and utilisation of the ground. The valuation is shown in note 14 to the financial statements.

The investment portfolio was severely impacted by the Covid pandemic but recovered (in line with the markets). The value of the portfolio at 31 March 2022 was £1,189,411. The investment performance is shown in note 13 to the financial statements.

FINANCIAL REVIEW

Reserves policy

It is the policy of the Trustees that the charitable company should hold sufficient unrestricted reserves to enable it to meet its ongoing commitments and provide sufficient resources to enable it to fund any additional opportunities for the charitable company's objectives to be furthered as they may arise.

Details of the restricted, endowment and unrestricted funds available to the charitable company at the balance sheet date are given in note 18 to these financial statements. The Trustees consider the reserves position at this date to be satisfactory.

The Trustees will more formally set out their long-term policy on reserves once they have clear visibility of income from long standing tenants and when the ongoing uncertainty as a result of the potential covenant appeal is resolved (see note 19 for further information). This is expected to be within the next 12 months.

The investment policy is for a medium to long term investment time horizon with a balanced investment objective.

The charitable company is working towards building a reserve which will allow it to remain financially secure when the 1995 Lease to Bath Rugby comes to an end and the Leisure Centre is demolished when life expired.

The charity recorded a surplus for the year of £1,983,710 (2021: £373,218) which includes a gain on investment property of £1,970,000 following a valuation carried out at the year end, refer to note 14 on page 18 for further details.

Going concern

The charitable company receives the majority of its ongoing income from Bath Rugby and Bath and North East Somerset Council for the ongoing use of its facilities. A significant proportion of this income relates to leases granted by the charitable company which have an end date in 2069 and the Trustees are of the view that this provides sufficient security to mitigate any risk to its continued existence.

After looking at the impact Covid-19 has had on the operations of the charitable company and the current reserves position, the Trustees are of the opinion that the going concern basis for the preparation of the financial statements is appropriate.

Bath Recreation Limited

Report of the Trustees for the Year Ended 31 March 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity operating through a company limited by guarantee which is the sole Trustee of Bath Recreation Ground Trust is governed by a Scheme dated 14 December 2016, a Direction given on 3 November 2017 and the Articles of Association. The Articles of Association were amended by resolution on 9 March 2022 to reflect the changing needs for the governance structure. The additional provision for an extra 3-year term of office (changing the maximum period from 6 years to 9 years). Also following the impact of the pandemic on nominating bodies it was mutually agreed to end the relationship with Somerset Playing Fields Association and Fields in Trust as nominating bodies.

Recruitment and appointment of new trustees

The Company Trustee body is made up of not less than three co-opted trustees. Following the removal of nominating bodies one of the nominated trustees was retained as a co-opted trustee and the recruitment process was started to identify 2 new trustees with specialist knowledge and experience in the property and education fields.

When appointing co-opted Trustees, the Trustees must:

- a. identify the needs of the charity regarding skills or knowledge of its Trustees; and
- b. consider the extent to which appointees demonstrate the skills or knowledge; and
- c. not appoint members of Bath and North East Somerset Council.

Of the co-opted Trustees, the Trustees must appoint at least one whose skills and knowledge include an ability to represent those groups of beneficiaries that use the recreation ground, other than Bath Rugby.

In appointing co-opted Trustees, the Trustees must have regard to the desirability of advertising or using trustee brokerage services. Candidates must be asked to consider and declare any existing or potential conflicts of interest before appointment.

At least three of the Trustees must be resident within 5 miles of Bath Abbey.

The Trustees are responsible for monitoring the ongoing risks facing the charitable company. The Trustees are satisfied that major risks have been reviewed and that systems and procedures appropriately established to manage those risks.

Key management remuneration

Trustees are not remunerated by the charity. Remuneration levels of the charitable company's key management are set in accordance with market rates and kept under review by the Trustees.

Events since the year end

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

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Bath Recreation Limited for the purposes of company law) 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) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

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

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Bath Recreation Limited

Report of the Trustees
for the Year Ended 31 March 2022

AUDITORS

The auditors, Monahans, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on 21 September 2022 and signed on its behalf by:



.....
Mark Powell - Trustee

**Report of the Independent Auditors to the Members of
Bath Recreation Limited**

Opinion

We have audited the financial statements of Bath Recreation Limited (the 'charitable company') 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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 charitable company'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.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**Report of the Independent Auditors to the Members of
Bath Recreation Limited**

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charitable company and sector, we identified that the principal risks of non-compliance with laws and regulations related company and charity legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements of the charitable company. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Statement of Recommended Practice and the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to potential lack of segregation of duties, bookkeeping errors and management bias in accounting estimates and judgemental areas of the financial statements. Audit procedures performed by the audit engagement team included:

- Enquiry of management and those charged with governance about any known or suspected instances of non-compliance with laws and regulations and fraud;
- Reviewing minutes of meetings of those charged with governance and any correspondence with The Charity Commission;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing analytical procedures to identify any unusual or unexpected relationship that might indicate a risk of material misstatement due to fraud;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

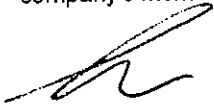
There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through 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.

Report of the Independent Auditors to the Members of
Bath Recreation Limited

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



James Gare (Senior Statutory Auditor)
for and on behalf of Monahans
Statutory Auditor
Chartered Accountants
Fortescue House
Court Street
Trowbridge
Wiltshire
BA14 8FA

Date: 11 October 2022

Bath Recreation Limited

**Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 March 2022**

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	118,600	-	-	118,600	162,966
Charitable activities	4					
Provision of recreational facilities and supporting events consistent with the charitable objects		435,006	-	-	435,006	379,768
Investment income	3	<u>197,527</u>	<u>-</u>	<u>-</u>	<u>197,527</u>	<u>199,901</u>
Total		751,133	-	-	751,133	742,635
EXPENDITURE ON Charitable activities						
Provision of recreational facilities and supporting events consistent with the charitable objects	5	781,076	-	-	781,076	605,850
Net gains on investments		<u>43,653</u>	<u>-</u>	<u>1,970,000</u>	<u>2,013,653</u>	<u>236,433</u>
NET INCOME		13,710	-	1,970,000	1,983,710	373,218
RECONCILIATION OF FUNDS						
Total funds brought forward		<u>2,906,422</u>	<u>-</u>	<u>4,110,953</u>	<u>7,017,375</u>	<u>6,644,157</u>
TOTAL FUNDS CARRIED FORWARD		<u>2,920,132</u>	<u>-</u>	<u>6,080,953</u>	<u>9,001,085</u>	<u>7,017,375</u>

The notes form part of these financial statements

Bath Recreation Limited (Registered number: 10735297)

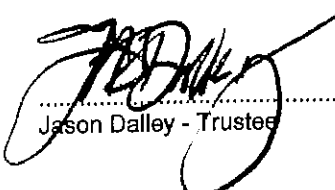
Balance Sheet
31 March 2022

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible assets	12	3,787,858	3,789,776
Investments			
Investments	13	1,189,412	1,135,055
Investment property	14	<u>3,670,000</u>	<u>1,700,000</u>
		8,647,270	6,624,831
CURRENT ASSETS			
Debtors	15	12,495	154,257
Cash at bank		<u>519,515</u>	<u>402,302</u>
		532,010	556,559
CREDITORS			
Amounts falling due within one year	16	(178,195)	(164,015)
		<u>353,815</u>	<u>392,544</u>
NET CURRENT ASSETS			
		<u>9,001,085</u>	<u>7,017,375</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>9,001,085</u>	<u>7,017,375</u>
NET ASSETS			
		<u>9,001,085</u>	<u>7,017,375</u>
FUNDS	18		
Unrestricted funds		2,920,132	2,906,422
Endowment funds		<u>6,080,953</u>	<u>4,110,953</u>
TOTAL FUNDS		<u>9,001,085</u>	<u>7,017,375</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 21 September 2022 and were signed on its behalf by:


.....
Mark Powell - Trustee


.....
Jason Dalley - Trustee

Bath Recreation Limited

Cash Flow Statement
for the Year Ended 31 March 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	22	<u>241,970</u>	<u>241,366</u>
Net cash provided by operating activities		<u>241,970</u>	<u>241,366</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(115,186)	(604,207)
Purchase of fixed asset investments		(486,971)	(276,607)
Sale of fixed asset investments		464,863	252,549
Investment fees charged		11,404	9,514
Interest received		<u>1,133</u>	<u>842</u>
Net cash used in investing activities		<u>(124,757)</u>	<u>(617,909)</u>
Change in cash and cash equivalents in the reporting period		117,213	(376,543)
Cash and cash equivalents at the beginning of the reporting period		<u>402,302</u>	<u>778,845</u>
Cash and cash equivalents at the end of the reporting period		<u>519,515</u>	<u>402,302</u>

The notes form part of these financial statements

Bath Recreation Limited

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

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Bath Recreation Limited as a charitable company established in England and Wales. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company. The address of the registered office is given in the reference and administrative details on page 1 of these financial statements. The nature of the charitable company's operations and principal activities are described in the Report of the Trustees.

The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The functional currency of the charitable company, and the presentation currency of these financial statements is the pound sterling ("£").

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from approving these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Preparation of consolidated financial statements

The financial statements contain information about Bath Recreation Limited as an individual company and do not contain consolidated financial information as the parent of a group. As described in note 13, the charity has a wholly owned trading subsidiary, Bath Recreation (Trading) Limited. The company was incorporated on 6 August 2021 and did not trade during the period to 31 March 2022. Consolidated accounts were not produced on the basis that the adjustments were immaterial to the group. The company has started trading since the year end and consolidated financial statements will be produced for the financial year to 31 March 2023.

Income

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

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Fees and rental income receivable

Fees and rental income receivable are recognised in the Statement of Financial Activities in the period to which they relate. Where fee or rental income is received or receivable in advance of the period to which it relates, its recognition is deferred and included in creditors as deferred income.

The charity has taken advantage of the relief for Covid-19 related rent concessions and recognised the variable lease payments arising from rent holidays in the period they have been received rather than spreading over the terms of the lease.

Donations

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. Income relating to the settlement agreement with Bath & North East Somerset Council to restore and improve the Recreation Ground is recognised when released by the Council.

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.

Bath Recreation Limited

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

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

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

Land and buildings	- Nil
Glasshouse building	- 2% on straight line basis
Improvements to property	- 10% on reducing balance
Machinery and equipment	- 25% on reducing balance

No depreciation is charged on land. Assets costing over £250 are capitalised.

Investments

Listed investments are included in the balance sheet at fair value (their market value).

The realised and unrealised gains on investments are reflected in the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value as the period end and opening market value (or purchase date if later). Realised and unrealised gains are not separated in the statement of financial activities.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Taxation

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

Fund accounting

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

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

The charitable company has a single permanent endowment which represents the land and buildings of the Bath Recreation Ground. As described in Note 23, the recreation ground is held by a linked charity

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

Linked charities

Branch accounting has been adopted for the linked unincorporated charitable trust, see Note 24.

Pension costs and other post-retirement benefits

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

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank

Cash at bank includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial instruments

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

Bath Recreation Limited

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

1. ACCOUNTING POLICIES - continued

Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions

The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant impact on the carrying amounts of assets and liabilities within the next financial year are:

- the useful economic life of the charitable company's tangible fixed assets;
- the proportion of the overall land value that relates to buildings on the charitable company's land.

Critical areas of judgement

The charitable company includes its investment property at an estimated value of £3.67m. In the absence of an intention to sell and a committed buyer, this figure is a matter of judgement for the Trustees in consultation with their professional advisers.

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Bath & North East Somerset Council donations	-	123,216
Other donations	<u>118,600</u>	<u>39,750</u>
	<u>118,600</u>	<u>162,966</u>

Under the settlement agreement with Bath & North East Somerset Council they agreed to fund up to £2m to restore and improve the recreation ground and following a variation to the agreement, the Glasshouse playing fields.

3. INVESTMENT INCOME

	2022	2021
	£	£
Rent from Bath & North East Somerset Council	175,367	175,658
Dividend income	21,027	23,401
Deposit account Interest	53	185
Other interest receivable	<u>1,080</u>	<u>657</u>
	<u>197,527</u>	<u>199,901</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	2022	2021
	Provision of recreational facilities and supporting events consistent with the charitable	Total activities
	£	£
Bath Rugby	323,732	250,748
Other Income	75,274	24,844
Grants	<u>36,000</u>	<u>104,176</u>
	<u>435,006</u>	<u>379,768</u>

Bath Recreation Limited

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

4. INCOME FROM CHARITABLE ACTIVITIES - continued

Rental income

The charity has the following amounts of rent due to it under operating lease agreements with various tenants at the Recreation Ground site:

	Due within one year	Due within two and five years	Due in more than five years
Rental income due	426,500	983,514	8,582,891

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 6) £	Totals £
Provision of recreational facilities and supporting events consistent with the charitable objects	<u>710,235</u>	<u>70,841</u>	<u>781,076</u>

6. SUPPORT COSTS

	Other £	Governance costs £	Totals £
Provision of recreational facilities and supporting events consistent with the charitable objects	<u>16,889</u>	<u>53,952</u>	<u>70,841</u>

7. NET INCOME/(EXPENDITURE)

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

	2022	2021
	£	£
Depreciation - owned assets	117,014	90,262
Deficit on disposal of fixed assets	<u>90</u>	<u>-</u>

8. AUDITORS' REMUNERATION

	2022	2021
	£	£
Fees payable to the charity's auditors for the audit of the charity's financial statements	9,130	8,300
Fees payable to the charity's auditors for other services: Accounts, VAT advice and payroll	<u>3,284</u>	<u>1,439</u>
Total audit fees	<u>12,414</u>	<u>9,739</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

One (2021: One) trustee has a parking permit at the Recreation Ground. These permits enable the holders to park at any time. The trustees holding the permits have indicated that they will only use these while on trust business.

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

Bath Recreation Limited

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

9. TRUSTEES' REMUNERATION AND BENEFITS - continued

Trustees' expenses

During the year reimbursed expenses totalling £1,891 (2021: £194) were paid to four (2021: two) trustees for travel and training.

10. STAFF COSTS

	2022	2021
	£	£
Wages and salaries	219,880	197,123
Social security costs	19,479	15,009
Other pension costs	<u>6,935</u>	<u>6,415</u>
	<u>246,094</u>	<u>218,547</u>

Included in wages and salaries are redundancy payments amounting to £nil (2021 - £14,256).

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

	2022	2021
Management and administration	5	5
Sports coaching	<u>1</u>	<u>1</u>
	<u>6</u>	<u>6</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2022	2021
£60,001 - £70,000	<u>1</u>	<u>1</u>

The key management personnel of the charity comprise the trustees and the Chief Executive, to whom responsibility for the day-to-day activities of the charity is delegated. The total employee benefits received by key management personnel during the year were £75,809 (2021: £74,946).

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	39,750	123,216	-	162,966
Charitable activities				
Provision of recreational facilities and supporting events consistent with the charitable objects	379,768	-	-	379,768
Investment income	<u>199,901</u>	<u>-</u>	<u>-</u>	<u>199,901</u>
Total	619,419	123,216	-	742,635
EXPENDITURE ON				
Charitable activities				
Provision of recreational facilities and supporting events consistent with the charitable objects	605,850	-	-	605,850
Net gains on investments	<u>236,433</u>	<u>-</u>	<u>-</u>	<u>236,433</u>
NET INCOME	250,002	123,216	-	373,218
Transfers between funds	424,591	(424,591)	-	-

Bath Recreation Limited

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

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Endowment fund £	Total funds £
Net movement in funds	674,593	(301,375)	-	373,218
RECONCILIATION OF FUNDS				
Total funds brought forward	2,231,829	301,375	4,110,953	6,644,157
TOTAL FUNDS CARRIED FORWARD	<u>2,906,422</u>	<u>-</u>	<u>4,110,953</u>	<u>7,017,375</u>

12. TANGIBLE FIXED ASSETS

	Land and buildings £	Glasshouse building £	Improvements to property £	Machinery and equipment £	Totals £
COST					
At 1 April 2021	2,410,953	733,726	869,013	195,536	4,209,228
Additions	-	11,715	-	103,471	115,186
Disposals	-	-	-	(285)	(285)
At 31 March 2022	<u>2,410,953</u>	<u>745,441</u>	<u>869,013</u>	<u>298,722</u>	<u>4,324,129</u>
DEPRECIATION					
At 1 April 2021	-	1,223	300,205	118,024	419,452
Charge for year	-	14,909	56,881	45,224	117,014
Eliminated on disposal	-	-	-	(195)	(195)
At 31 March 2022	<u>-</u>	<u>16,132</u>	<u>357,086</u>	<u>163,053</u>	<u>536,271</u>
NET BOOK VALUE					
At 31 March 2022	<u>2,410,953</u>	<u>729,309</u>	<u>511,927</u>	<u>135,669</u>	<u>3,787,858</u>
At 31 March 2021	<u>2,410,953</u>	<u>732,503</u>	<u>568,808</u>	<u>77,512</u>	<u>3,789,776</u>

Land and buildings represent the Bath Recreation Grounds and the main fabric of the various outbuildings erected on the land between 1894 and 1954. Land is not depreciated and the main fabric of these outbuildings is deemed to have an indefinite useful life and are therefore not depreciated either.

Impairment is considered periodically and commercial valuations are obtained to facilitate this. The latest valuation was obtained from Carter Jonas as at 31 March 2022.

The Land and buildings of the Bath Recreation Ground are held by a linked charity - The Bath Recreation Ground Trust.

Improvement to properties represents the conversion of an outbuilding to become the charity's office, creation of changing facilities and other building improvements. These improvements have a limited useful life and are depreciated over 10 years.

The freehold of a park off Broadmoor Lane, Bath currently generates no rental income yet incurs annual maintenance costs. Given that the land does not produce a yield to the charitable company, nor has any resale value, the Trustees have decided not to value the land in its financial statements.

The leasehold of the Glasshouse playing fields does not generate a significant surplus. Given that the land does not produce a net yield to the charitable company, nor has any resale value, the trustees have decided not to value the land in its financial statements.

Bath Recreation Limited

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

13. FIXED ASSET INVESTMENTS

	Shares in group undertakings £	Investment portfolio £	Totals £
MARKET VALUE			
At 1 April 2021	-	1,135,055	1,135,055
Additions	1	486,970	486,971
Disposals	-	(464,863)	(464,863)
Revaluations	-	43,653	43,653
Investment management charges	-	(11,404)	(11,404)
	<u>1</u>	<u>1,189,411</u>	<u>1,189,412</u>
NET BOOK VALUE			
At 31 March 2022	<u>1</u>	<u>1,189,411</u>	<u>1,189,412</u>
At 31 March 2021	<u>-</u>	<u>1,135,055</u>	<u>1,135,055</u>

There were no investment assets outside the UK.

Cost or valuation at 31 March 2022 is represented by:

	Shares in group undertakings £	Investment portfolio £	Totals £
Valuation in 2022	<u>1</u>	<u>1,189,411</u>	<u>1,189,412</u>

The company's investments at the balance sheet date in the share capital of companies include the following:

The charity has a wholly owned trading subsidiary, Bath Recreation (Trading) Limited, company number 13553734. The company is incorporated in the United Kingdom and its registered office is Bath Recreation Ground, Pulteney Mews, Bath, England, BA2 4DS. The company was incorporated on 6 August 2021 and did not trade during the period to 31 March 2022.

The investment portfolio consists of £1,133,919 listed investments and £55,492 cash balance

14. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 April 2021	1,700,000
Revaluation	<u>1,970,000</u>
At 31 March 2022	<u>3,670,000</u>
NET BOOK VALUE	
At 31 March 2022	<u>3,670,000</u>
At 31 March 2021	<u>1,700,000</u>

The investment property built on the Bath Recreation Ground is held by a linked charity - the Bath Recreation Ground Trust.

Bath Sports & Leisure Centre became part of the Trust's assets following a decision of the Charity Tribunal in March 2014 which was reflected in an order of the Tribunal in April 2014. Attached to the asset is an obligation to demolish the building when it becomes life expired. It was not possible to recognise the value of the Sports and Leisure Centre fully until agreement was reached with Bath and North East Somerset Council on how the leisure centre would be used. The Trust have negotiated a lease and other arrangements with Bath and North East Somerset Council which resulted in Bath and North East Somerset Council paying substantial rent to the Trust from 1 April 2014 and assuming the obligation to demolish. The lease and ancillary documents were completed on 22 July 2016 and the full valuation including the Sports and Leisure Centre was included in the year ended 31 March 2018.

Bath Recreation Limited

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

14. INVESTMENT PROPERTY - continued

The £3,670,000 valuation of the land and buildings as at 31 March 2022 is based on an independent report prepared by Carter Jonas. The Trustees will take professional advice on the carrying amount of the investment property every five years.

Fair value at 31 March 2022 is represented by:

Valuation in 2017	£
Valuation in 2022	1,700,000
	<u>1,970,000</u>
	<u><u>3,670,000</u></u>

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade debtors	5,134	47,300
Other debtors	499	-
VAT	-	49,264
Prepayments and accrued income	6,862	57,693
	<u>12,495</u>	<u>154,257</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	47,288	58,382
Social security and other taxes	6,662	4,856
VAT	11,022	-
Accruals and deferred income	113,223	100,777
	<u>178,195</u>	<u>164,015</u>

Deferred income at 31 March 2022 of £103,075 (2021: £71,625) represents income invoiced in advance.

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund	Restricted funds	Endowment fund	2022 Total funds	2021 Total funds
	£	£	£	£	£
Fixed assets	1,376,905	-	2,410,953	3,787,858	3,789,776
Investments	1,189,412	-	3,670,000	4,859,412	2,835,055
Current assets	532,010	-	-	532,010	556,559
Current liabilities	<u>(178,195)</u>	-	-	<u>(178,195)</u>	<u>(164,015)</u>
	<u>2,920,132</u>	<u>-</u>	<u>6,080,953</u>	<u>9,001,085</u>	<u>7,017,375</u>

18. MOVEMENT IN FUNDS

	At 1.4.21	Net movement in funds	At 31.3.22
	£	£	£
Unrestricted funds			
General fund	2,906,422	13,710	2,920,132
Endowment funds			
Bath Recreation Ground	4,110,953	1,970,000	6,080,953
TOTAL FUNDS	<u>7,017,375</u>	<u>1,983,710</u>	<u>9,001,085</u>

Bath Recreation Limited

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

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	751,133	(781,076)	43,653	13,710
Endowment funds				
Bath Recreation Ground	-	-	1,970,000	1,970,000
TOTAL FUNDS	<u>751,133</u>	<u>(781,076)</u>	<u>2,013,653</u>	<u>1,983,710</u>

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
Unrestricted funds				
General fund	2,231,829	250,002	424,591	2,906,422
Restricted funds				
Bath & North East Somerset Council	301,375	123,216	(424,591)	-
Endowment funds				
Bath Recreation Ground	4,110,953	-	-	4,110,953
TOTAL FUNDS	<u>6,644,157</u>	<u>373,218</u>	<u>-</u>	<u>7,017,375</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	619,419	(605,850)	236,433	250,002
Restricted funds				
Bath & North East Somerset Council	123,216	-	-	123,216
TOTAL FUNDS	<u>742,635</u>	<u>(605,850)</u>	<u>236,433</u>	<u>373,218</u>

Bath & North East Somerset Council

This restricted fund represents the balance of the £2 million funding received from Bath & North East Somerset Council under the settlement agreement to restore and improve the recreation ground and following a variation to the agreement, the Glasshouse playing fields.

Bath Recreation Ground

This endowment fund represents the valuation of the land and buildings known as The Recreation Ground and the Sports Centre built upon it.

Bath Recreation Limited

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

19. CONTINGENT LIABILITIES

During the year the charity was party to a Court of Appeal hearing regarding historic property covenants relating to the Recreation Ground. The charity was successful in that appeal but the other party is now seeking to appeal that decision in the Supreme Court. Should this appeal be granted, the hearing carries a potential liability of £20,000 - £30,000 for costs.

20. RELATED PARTY DISCLOSURES

During the year wages of £2,120 (2021: £2,855) were paid to H Flinn, the son of the Chief Executive Officer J Flinn and a £50 membership fee was paid to Somerset Playing Fields of which David Durdan (a trustee of the charity until March 2022) is chair.

21. ULTIMATE CONTROLLING PARTY

There is no ultimate controlling party of the charity.

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

	2022	2021
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	1,983,710	373,218
Adjustments for:		
Depreciation charges	117,014	90,262
Gain on investments	(2,013,653)	(236,433)
Loss on disposal of fixed assets	90	-
Interest received	(1,133)	(842)
Decrease/(increase) in debtors	141,762	(56,250)
Increase in creditors	<u>14,180</u>	<u>71,411</u>
Net cash provided by operations	<u><u>241,970</u></u>	<u><u>241,368</u></u>

23. 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>402,302</u>	<u>117,213</u>	<u>519,515</u>
	<u>402,302</u>	<u>117,213</u>	<u>519,515</u>
Total	<u><u>402,302</u></u>	<u><u>117,213</u></u>	<u><u>519,515</u></u>

24. CORPORATE STRUCTURE AND LINKED CHARITY

The charitable company is an incorporated charity (the new charity), previously its activities were administered through the Bath Recreation Ground Trust (the old trust). The new charity was incorporated on 21 April 2017, but had no activities or transactions until 1 January 2018 when it took over the old trust's assets and operations, with the exception of the Bath Recreation Ground itself. Under trust law the land of the Recreation Ground cannot be held directly by the Charitable Company. Under a scheme agreed with the Charity Commission, from 1 January 2018, the new charity became the sole Trustee of old trust and the old trust became a linked charity to Bath Recreation Limited (linked charity number 1173521-1) and the assets and activities are included in these accounts under the rules of branch accounting.

BATH RECREATION LIMITED

England & Wales - Charity number 1173521

Accounts

REGISTERED COMPANY NUMBER: 10735297 (England and Wales)
REGISTERED CHARITY NUMBER: 1173521

Report of the Trustees and
Financial Statements
for the Year Ended 31 March 2021
for
Bath Recreation Limited

MHA Monahans
Statutory Auditor
Chartered Accountants
Fortescue House
Court Street
Trowbridge
Wiltshire
BA14 8FA

Bath Recreation Limited

Contents of the Financial Statements
for the Year Ended 31 March 2021

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 4
Report of the Independent Auditors	5 to 7
Statement of Financial Activities	8
Balance Sheet	9
Cash Flow Statement	10
Notes to the Financial Statements	11 to 20
Detailed Statement of Financial Activities	21 to 22

Bath Recreation Limited

Reference and Administrative Details
for the Year Ended 31 March 2021

TRUSTEES	David Durdan Geoffrey Fairclough (resigned 31.3.21) Angela Lewis Martin Harman CBE Keziah Trump Jason Dalley Stephen Tanner Naomi Defroand Mark Powell (appointed 1.3.21)
REGISTERED OFFICE	Pulteney Mews Bath BA2 4DS
REGISTERED COMPANY NUMBER	10735297 (England and Wales)
REGISTERED CHARITY NUMBER	1173521
AUDITORS	MHA Monahans Statutory Auditor Chartered Accountants Fortescue House Court Street Trowbridge Wiltshire BA14 8FA
BANKERS	HSBC 41 Southgate Bath BA1 1TN
SOLICITORS	Veale Wansborough Vizards Narrow Quay House Narrow Quay Bristol BS1 4QA Clarke Wilmott LLP 1 George Square Bath Street Bristol BS1 6BA
INVESTMENT MANAGER	Investec Wealth & Investment Limited 3 Temple Quay 3 Temple Back East Bristol BS1 6DZ

Bath Recreation Limited

Report of the Trustees for the Year Ended 31 March 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2021. 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).

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 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

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charitable company has continued to deliver its objectives at the Recreation Ground and other sites; the provision, with or without charge, of property in or near Bath (including, but not limited to, the Bath Recreation Ground) for use as indoor (to assist in providing ancillary recreation facilities such as changing rooms, toilets and clubhouses and the like to support outdoor recreational space) and outdoor recreational facilities for the benefit of the public.

Covid 19

The charity has been fortunate that core revenue, in the form of 2 commercial rents, has been maintained during the hiatus. We also managed to deliver on budget the new building at Glasshouse albeit it slightly later than originally planned.

The pandemic and subsequent government restrictions have had a significant impact on our tenants and users. Where appropriate we have provided direct support to our tenants and licenced users in the form of rent holidays. Where activity has been able to take place we have provided additional support to ensure this can happen safely.

Our schools programme has altered to provide direct support in schools with additional coaching support to assist those children of key workers or in need of being at school. This is a temporary measure and our schools programme will revert to our property as soon as possible. In addition to the activity we have added an out of school programme for children at the new facility at Glasshouse in partnership with St John's Foundation and Medlock Charitable Trust.

The activities undertaken at the Recreation Ground and elsewhere during the year are considered by the Trustees to be of direct benefit to the public at large, and they confirm that they have had regard to the guidance issued by the Charity Commission on public benefit and have followed this in planning and undertaking the activities.

The charitable company does not actively solicit donations from the public and has no need to develop formal policies on its fundraising approach.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

A team of directly employed staff, led by the Chief Executive, manage the grounds and deliver activities. With the Trustees they work closely with a range of stakeholders to deliver the Charitable Objectives. The staff and trustees have provided much needed support and advice to our charity and community network of users which has helped many navigate unprecedented times.

The new pavilion at Glasshouse Playing Fields is now home to a wide range of school and community recreational and sporting activity; some of which has taken place when restrictions permitted. In addition, the Broadmoor Orchard site, including a playpark and recreational space, has been well-used by the local community.

The investment portfolio was severely impacted by the crisis but recovered (in line with the markets). The value of the portfolio at 31 March 2021 was £1,135,055. The investment performance is shown in note 13 to the financial statements.

Bath Recreation Limited

Report of the Trustees **for the Year Ended 31 March 2021**

FINANCIAL REVIEW

Reserves policy

It is the policy of the Trustees that the charitable company should hold sufficient unrestricted reserves to enable it to meet its ongoing commitments and provide sufficient resources to enable it to fund any additional opportunities for the charitable company's objectives to be furthered as they may arise.

Details of the restricted, endowment and unrestricted funds available to the charitable company at the balance sheet date are given in note 18 to these financial statements. The Trustees consider the reserves position at this date to be satisfactory.

The Trustees will more formally set out their long-term policy on reserves once they have clear visibility of income from long standing tenants. This is expected to be within two years.

The investment policy is for a medium to long term investment time horizon with a balanced investment objective.

The charitable company is working towards building a reserve which will allow it to remain financially secure when the 1995 Lease to Bath Rugby comes to an end and the Leisure Centre is demolished when life expired.

The charity recorded a surplus for the year of £373,218 (2020: £452,097).

The charitable company receives the majority of its ongoing income from Bath Rugby and Bath and North East Somerset Council for the ongoing use of its facilities. A significant proportion of this income relates to leases granted by the charitable company which have an end date in 2069 and the Trustees are of the view that this provides sufficient security to mitigate any risk to its continued existence.

Going concern

The Trustees have considered the impact of the Covid-19 pandemic on the going concern position of the charitable company. After looking at the impact on the operations of the charitable company and the reserves position, the Trustees are of the opinion that the going concern basis for the preparation of the financial statements is appropriate.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity operating through a company limited by guarantee which is the sole Trustee of Bath Recreation Ground Trust is governed by a Scheme dated 14 December 2016, a Direction given on 3 November 2017 and the Articles of Association.

Recruitment and appointment of new trustees

The Company recruited 3 additional co-opted Trustees on 11 September 2019.

The Trustee body is made up of:

One Trustee nominated by Fields in Trust, one Trustee nominated by Somerset County Playing Fields Association and not less than three co-opted trustees.

When appointing co-opted Trustees, the Trustees must:

- a. identify the needs of the charity regarding skills or knowledge of its Trustees; and
- b. consider the extent to which appointees demonstrate the skills or knowledge; and
- c. not appoint members of Bath and North East Somerset Council.

Of the co-opted Trustees, the Trustees must appoint at least one whose skills and knowledge include an ability to represent those groups of beneficiaries that use the recreation ground, other than Bath Rugby.

In appointing co-opted Trustees, the Trustees must have regard to the desirability of advertising or using trustee brokerage services. Candidates must be asked to consider and declare any existing or potential conflicts of interest before appointment.

In the case of nominated Trustees, the person nominated shall be appointed. In the case of co-opted Trustees or in the event that no candidate is nominated by the nominating body within three months of its being notified of the vacancy, the person appointed shall be selected by the Trustees.

At least three of the Trustees must be resident within 5 miles of Bath Abbey.

The Trustees are responsible for monitoring the ongoing risks facing the charitable company. The Trustees are satisfied that major risks have been reviewed and that systems and procedures appropriately established to manage those risks.

Bath Recreation Limited

Report of the Trustees
for the Year Ended 31 March 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Key management remuneration

Trustees are not remunerated by the charity. Remuneration levels of the charitable company's key management are set in accordance with market rates and kept under review by the Trustees.

Events since the year end

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

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Bath Recreation Limited for the purposes of company law) 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) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

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

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, MHA Monahans, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

Approved by order of the board of trustees on 21 July 2021 and signed on its behalf by:



.....
Mark Powell - Trustee

**Report of the Independent Auditors to the Members of
Bath Recreation Limited**

Opinion

We have audited the financial statements of Bath Recreation Limited (the 'charitable company') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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 charitable company'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.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**Report of the Independent Auditors to the Members of
Bath Recreation Limited**

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibilities for the audit of the financial statements

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

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

Based on our understanding of the charitable company and sector, we identified that the principal risks of non-compliance with laws and regulations related company and charity legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements of the charitable company. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Statement of Recommended Practice and the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to potential lack of segregation of duties, bookkeeping errors and management bias in accounting estimates and judgemental areas of the financial statements. Audit procedures performed by the audit engagement team included:

- Enquiry of management and those charged with governance about any known or suspected instances of non-compliance with laws and regulations and fraud;
- Reviewing minutes of meetings of those charged with governance and any correspondence with The Charity Commission;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing analytical procedures to identify any unusual or unexpected relationship that might indicate a risk of material misstatement due to fraud;
- Performing audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through 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.

**Report of the Independent Auditors to the Members of
Bath Recreation Limited**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



James Gare (Senior Statutory Auditor)
for and on behalf of MHA Monahans
Statutory Auditor
Chartered Accountants
Fortescue House
Court Street
Trowbridge
Wiltshire
BA14 8FA

Date: 11 October 2021

Bath Recreation Limited

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 March 2021

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	39,750	123,216	-	162,966	471,226
Charitable activities	4					
Provision of recreational facilities and supporting events consistent with the charitable objects		379,768	-	-	379,768	400,028
Investment income	3	<u>199,901</u>	<u>-</u>	<u>-</u>	<u>199,901</u>	<u>205,398</u>
Total		619,419	123,216	-	742,635	1,076,652
EXPENDITURE ON						
Charitable activities	5					
Provision of recreational facilities and supporting events consistent with the charitable objects		605,850	-	-	605,850	472,300
Net gains/(losses) on investments		<u>236,433</u>	<u>-</u>	<u>-</u>	<u>236,433</u>	<u>(152,255)</u>
NET INCOME		250,002	123,216	-	373,218	452,097
Transfers between funds	18	<u>424,591</u>	<u>(424,591)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net movement in funds		674,593	(301,375)	-	373,218	452,097
RECONCILIATION OF FUNDS						
Total funds brought forward		<u>2,231,829</u>	<u>301,375</u>	<u>4,110,953</u>	<u>6,644,157</u>	<u>6,192,060</u>
TOTAL FUNDS CARRIED FORWARD		<u>2,906,422</u>	<u>-</u>	<u>4,110,953</u>	<u>7,017,375</u>	<u>6,644,157</u>

The notes form part of these financial statements

Bath Recreation Limited (Registered number: 10735297)

Balance Sheet
31 March 2021

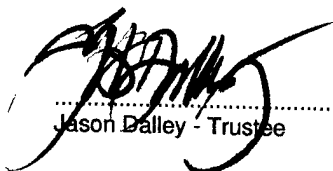
	Notes	2021 £	2020 £
FIXED ASSETS			
Tangible assets	12	3,789,776	3,275,831
Investments			
Investments	13	1,135,055	884,078
Investment property	14	<u>1,700,000</u>	<u>1,700,000</u>
		6,624,831	5,859,909
CURRENT ASSETS			
Debtors	15	154,257	98,007
Cash at bank and in hand		<u>402,302</u>	<u>778,845</u>
		556,559	876,852
CREDITORS			
Amounts falling due within one year	16	(164,015)	(92,604)
NET CURRENT ASSETS		<u>392,544</u>	<u>784,248</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		7,017,375	6,644,157
NET ASSETS		<u>7,017,375</u>	<u>6,644,157</u>
FUNDS	18		
Unrestricted funds		2,906,422	2,231,829
Restricted funds		-	301,375
Endowment funds		<u>4,110,953</u>	<u>4,110,953</u>
TOTAL FUNDS		<u>7,017,375</u>	<u>6,644,157</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 21 July 2021 and were signed on its behalf by:



Mark Powell - Trustee



Jason Dalley - Trustee

The notes form part of these financial statements

Bath Recreation Limited

Cash Flow Statement
for the Year Ended 31 March 2021

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	22	<u>241,366</u>	<u>590,448</u>
Net cash provided by operating activities		<u>241,366</u>	<u>590,448</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(604,207)	(156,942)
Purchase of fixed asset investments		(276,607)	(92,678)
Sale of fixed asset investments		252,549	63,778
Investment fees charged		9,514	10,187
Interest received		<u>842</u>	<u>1,498</u>
Net cash used in investing activities		<u>(617,909)</u>	<u>(174,157)</u>
Change in cash and cash equivalents in the reporting period			
Cash and cash equivalents at the beginning of the reporting period		<u>778,845</u>	<u>362,554</u>
Cash and cash equivalents at the end of the reporting period		<u>402,302</u>	<u>778,845</u>

The notes form part of these financial statements

Bath Recreation Limited

Notes to the Financial Statements for the Year Ended 31 March 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Bath Recreation Limited as a charitable company established in England and Wales. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company. The address of the registered office is given in the reference and administrative details on page 1 of these financial statements. The nature of the charitable company's operations and principal activities are described in the Report of the Trustees.

The financial statements have been prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The functional currency of the charitable company, and the presentation currency of these financial statements is the pound sterling ("£").

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from approving these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Income

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

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Fees and rental income receivable

Fees and rental income receivable are recognised in the Statement of Financial Activities in the period to which they relate. Where fee or rental income is received or receivable in advance of the period to which it relates, its recognition is deferred and included in creditors as deferred income.

The charity has taken advantage of the relief for Covid-19 related rent concessions and recognised the variable lease payments arising from rent holidays in the period they have been received rather than spreading over the terms of the lease.

Donations

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. Income relating to the settlement agreement with Bath & North East Somerset Council to restore and improve the Recreation Ground is recognised when released by the Council.

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.

Land and buildings	- Nil
Glasshouse building	- 2% on straight line basis

Bath Recreation Limited

Notes to the Financial Statements - continued for the Year Ended 31 March 2021

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Improvements to property	- 10% on reducing balance
Machinery and equipment	- 25% on reducing balance

No depreciation is charged on land. Assets costing over £250 are capitalised.

Investments

Listed investments are included in the balance sheet at fair value (their market value).

The realised and unrealised gains on investments are reflected in the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value as the period end and opening market value (or purchase date if later). Realised and unrealised gains are not separated in the statement of financial activities.

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Taxation

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

Fund accounting

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

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

The charitable company has a single permanent endowment which represents the land and buildings of the Bath Recreation Ground. As described in Note 23, the recreation ground is held by a linked charity

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

Linked charities

Branch accounting has been adopted for the linked unincorporated charitable trust, see Note 24.

Pension costs and other post-retirement benefits

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

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank

Cash at bank includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial instruments

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

Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

1. ACCOUNTING POLICIES - continued

Debtors

Critical accounting estimates and assumptions

The charitable company makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant impact on the carrying amounts of assets and liabilities within the next financial year are:

- the useful economic life of the charitable company's tangible fixed assets;
- the proportion of the overall land value that relates to buildings on the charitable company's land.

Critical areas of judgement

The charitable company includes its land and buildings at an estimated deemed cost / valuation of £4.2m. In the absence of an intention to sell and a committed buyer, this figure is a matter of judgement for the Trustees in consultation with their professional advisers.

2. DONATIONS AND LEGACIES

	2021	2020
	£	£
Bath & North East Somerset Council donations	123,216	464,226
Other donations	<u>39,750</u>	<u>7,000</u>
	<u>162,966</u>	<u>471,226</u>

Under the settlement agreement with Bath & North East Somerset Council they agreed to fund up to £2m to restore and improve the recreation ground and following a variation to the agreement, the Glasshouse playing fields.

3. INVESTMENT INCOME

	2021	2020
	£	£
Rent from Bath & North East Somerset Council	175,658	175,611
Dividend income	23,401	28,289
Deposit account interest	185	886
Other interest receivable	<u>657</u>	<u>612</u>
	<u>199,901</u>	<u>205,398</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	2021	2020
	£	£
Bath Rugby	250,748	304,097
Other income	24,844	95,931
Grants	<u>104,176</u>	<u>-</u>
	<u>379,768</u>	<u>400,028</u>

Rental income

The charity has the following amounts of rent due to it under operating lease agreements with various tenants at the Recreation Ground site:

	Due within one year	Due within two and five years	Due in more than five years
Rental income due	426,500	983,514	8,757,891

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 6) £	Totals £
Provision of recreational facilities and supporting events consistent with the charitable objects	<u>520,982</u>	<u>84,868</u>	<u>605,850</u>

6. SUPPORT COSTS

	Other £	Governance costs £	Totals £
Provision of recreational facilities and supporting events consistent with the charitable objects	<u>13,018</u>	<u>71,850</u>	<u>84,868</u>

7. NET INCOME/(EXPENDITURE)

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

	2021 £	2020 £
Depreciation - owned assets	<u>90,262</u>	<u>99,216</u>

8. AUDITORS' REMUNERATION

	2021 £	2020 £
Fees payable to the charity's auditors for the audit of the charity's financial statements	8,300	6,300
Fees payable to the charity's auditors for other services: Accounts, VAT advice and payroll	<u>1,439</u>	<u>6,654</u>
Total audit fees	<u>9,739</u>	<u>12,954</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

One (2020: Five) trustee has a parking permit at the Recreation Ground. These permits enable the holders to park at any time. The trustees holding the permits have indicated that they will only use these while on trust business.

There were no other trustees' remuneration or benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

9. TRUSTEES' REMUNERATION AND BENEFITS - continued

Trustees' expenses

During the year reimbursed expenses totalling £194 (2020: £313) were paid to two (2020: two) trustees for travel and training.

10. STAFF COSTS

	2021 £	2020 £
Wages and salaries	197,123	151,212
Social security costs	15,009	8,097
Other pension costs	<u>6,415</u>	<u>5,107</u>
	<u>218,547</u>	<u>164,416</u>

Included in wages and salaries are redundancy payments amounting to £14,256 (2020 - £nil).

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

	2021	2020
Management and administration	5	5
Sports coaching	<u>1</u>	<u>1</u>
	<u>6</u>	<u>6</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2021	2020
£60,001 - £70,000	-	1
£70,001 - £80,000	<u>1</u>	<u>-</u>
	<u>1</u>	<u>1</u>

The key management personnel of the charity comprise the trustees and the Chief Executive, to whom responsibility for the day-to-day activities of the charity is delegated. The total employee benefits received by key management personnel during the year were £74,946 (2020: £61,316).

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	7,000	464,226	-	471,226
Charitable activities				
Provision of recreational facilities and supporting events consistent with the charitable objects	400,028	-	-	400,028
Investment income	<u>205,398</u>	<u>-</u>	<u>-</u>	<u>205,398</u>
Total	612,426	464,226	-	1,076,652
EXPENDITURE ON				
Charitable activities				
Provision of recreational facilities and supporting events consistent with the charitable objects	472,300	-	-	472,300
Net gains/(losses) on investments	(152,255)	-	-	(152,255)

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Endowment fund £	Total funds £
NET INCOME/(EXPENDITURE)	(12,129)	464,226	-	452,097
Transfers between funds	<u>162,851</u>	<u>(162,851)</u>	-	-
Net movement in funds	150,722	301,375	-	452,097
RECONCILIATION OF FUNDS				
Total funds brought forward	2,081,107	-	4,110,953	6,192,060
TOTAL FUNDS CARRIED FORWARD	<u>2,231,829</u>	<u>301,375</u>	<u>4,110,953</u>	<u>6,644,157</u>

12. TANGIBLE FIXED ASSETS

	Land and buildings £	Glasshouse building £	Improvements to property £	Machinery and equipment £	Totals £
COST					
At 1 April 2020	2,410,953	145,753	869,013	179,302	3,605,021
Additions	-	<u>587,973</u>	-	<u>16,234</u>	<u>604,207</u>
At 31 March 2021	<u>2,410,953</u>	<u>733,726</u>	<u>869,013</u>	<u>195,536</u>	<u>4,209,228</u>
DEPRECIATION					
At 1 April 2020	-	-	237,004	92,186	329,190
Charge for year	-	<u>1,223</u>	<u>63,201</u>	<u>25,838</u>	<u>90,262</u>
At 31 March 2021	-	<u>1,223</u>	<u>300,205</u>	<u>118,024</u>	<u>419,452</u>
NET BOOK VALUE					
At 31 March 2021	<u>2,410,953</u>	<u>732,503</u>	<u>568,808</u>	<u>77,512</u>	<u>3,789,776</u>
At 31 March 2020	<u>2,410,953</u>	<u>145,753</u>	<u>632,009</u>	<u>87,116</u>	<u>3,275,831</u>

Land and buildings represent the Bath Recreation Grounds and the main fabric of the various outbuildings erected on the land between 1894 and 1954. Land is not depreciated and the main fabric of these outbuildings is deemed to have an indefinite useful life and are therefore not depreciated either.

Impairment is considered periodically and commercial valuations are obtained to facilitate this. The latest valuation was obtained from Jones Lang LaSalle dated June 2017.

The Land and buildings of the Bath Recreation Ground are held by a linked charity - The Bath Recreation Ground Trust.

Glasshouse building additions are the costs to date relating to the construction of the building on the Glasshouse playing fields, Bath. One month depreciation has been charged in the year.

Improvement to properties represents the conversion of an outbuilding to become the charity's office, creation of changing facilities and other building improvements. These improvements have a limited useful life and are depreciated over 10 years.

The freehold of a park off Broadmoor Lane, Bath currently generates no rental income yet incurs annual maintenance costs. Given that the land does not produce a yield to the charitable company, nor has any resale value, the Trustees have decided not to value the land in its financial statements.

The leasehold of the Glasshouse playing fields generate a small income, but the income generated currently does not match the annual running costs. Given that the land does not produce a net yield to the charitable company, nor has any resale value, the trustees have decided not to value the land in its financial statements.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

13. FIXED ASSET INVESTMENTS

	Investment portfolio £
MARKET VALUE	
At 1 April 2020	884,078
Additions	276,607
Disposals	(252,549)
Revaluations	236,433
Investment fees charged	<u>(9,514)</u>
At 31 March 2021	<u>1,135,055</u>
NET BOOK VALUE	
At 31 March 2021	<u>1,135,055</u>
At 31 March 2020	<u>884,078</u>

There were no investment assets outside the UK.

Cost or valuation at 31 March 2021 is represented by:

	Investment portfolio £
Valuation in 2021	<u>1,135,055</u>

The investment portfolio consists of £1,072,666 listed investments and £62,389 cash balance

14. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 April 2020 and 31 March 2021	<u>1,700,000</u>
NET BOOK VALUE	
At 31 March 2021	<u>1,700,000</u>
At 31 March 2020	<u>1,700,000</u>

The investment property built on the Bath Recreation Ground is held by a linked charity - the Bath Recreation Ground Trust.

Bath Sports & Leisure Centre became part of the Trust's assets following a decision of the Charity Tribunal in March 2014 which was reflected in an order of the Tribunal in April 2014. Attached to the asset is an obligation to demolish the building when it becomes life expired. It was not possible to recognise the value of the Sports and Leisure Centre fully until agreement was reached with Bath and North East Somerset Council on how the leisure centre would be used. The Trust have negotiated a lease and other arrangements with Bath and North East Somerset Council which resulted in Bath and North East Somerset Council paying substantial rent to the Trust from 1 April 2014 and assuming the obligation to demolish. The lease and ancillary documents were completed on 22 July 2016 and the full valuation including the Sports and Leisure Centre was included in the year ended 31 March 2018.

The £1,700,000 valuation of the land and buildings as at 31 March 2021 is based on an independent report prepared by Jones Lang LaSalle dated June 2017. The Trustees will take professional advice on the carrying amount of the investment property every five years.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		2021	2020
		£	£
Trade debtors		47,300	1,492
VAT		49,264	11,119
Prepayments and accrued income		<u>57,693</u>	<u>85,396</u>
		<u>154,257</u>	<u>98,007</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		2021	2020
		£	£
Trade creditors		58,382	5,280
Social security and other taxes		4,856	4,190
Accruals and deferred income		<u>100,777</u>	<u>83,134</u>
		<u>164,015</u>	<u>92,604</u>

Deferred income at 31 March 2021 of £71,625 (2020: £74,343) represents income invoiced in advance.

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS				2021	2020
	Unrestricted fund	Restricted funds	Endowment fund	Total funds	Total funds
	£	£	£	£	£
Fixed assets	1,378,823	-	2,410,953	3,789,776	3,275,831
Investments	1,135,055	-	1,700,000	2,835,055	2,584,078
Current assets	556,559	-	-	556,559	876,852
Current liabilities	<u>(164,015)</u>	<u>-</u>	<u>-</u>	<u>(164,015)</u>	<u>(92,604)</u>
	<u>2,906,422</u>	<u>-</u>	<u>4,110,953</u>	<u>7,017,375</u>	<u>6,644,157</u>

18. MOVEMENT IN FUNDS					
	At 1.4.20	Net movement in funds	Transfers between funds	At 31.3.21	
	£	£	£	£	
Unrestricted funds					
General fund	2,231,829	250,002	424,591	2,906,422	
Restricted funds					
Bath & North East Somerset Council	301,375	123,216	(424,591)	-	
Endowment funds					
Bath Recreation Ground	4,110,953	-	-	4,110,953	
TOTAL FUNDS	<u>6,644,157</u>	<u>373,218</u>	<u>-</u>	<u>7,017,375</u>	

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

18. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	619,419	(605,850)	236,433	250,002
Restricted funds				
Bath & North East Somerset Council	123,216	-	-	123,216
TOTAL FUNDS	<u>742,635</u>	<u>(605,850)</u>	<u>236,433</u>	<u>373,218</u>

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	Transfers between funds £	At 31.3.20 £
Unrestricted funds				
General fund	2,081,107	(12,129)	162,851	2,231,829
Restricted funds				
Bath & North East Somerset Council	-	464,226	(162,851)	301,375
Endowment funds				
Bath Recreation Ground	4,110,953	-	-	4,110,953
TOTAL FUNDS	<u>6,192,060</u>	<u>452,097</u>	<u>-</u>	<u>6,644,157</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	612,426	(472,300)	(152,255)	(12,129)
Restricted funds				
Bath & North East Somerset Council	464,226	-	-	464,226
TOTAL FUNDS	<u>1,076,652</u>	<u>(472,300)</u>	<u>(152,255)</u>	<u>452,097</u>

Bath & North East Somerset Council

This restricted fund represents the balance of the £2 million funding received from Bath & North East Somerset Council under the settlement agreement to restore and improve the recreation ground and following a variation to the agreement, the Glasshouse playing fields.

Bath Recreation Ground

This endowment fund represents the valuation of the land and buildings known as The Recreation Ground and the Sports Centre built upon it.

Transfers between funds

The transfer represents the funding from Bath & North East Somerset Council that has been spent in the year mainly on improvements to the Glasshouse playing fields.

Bath Recreation Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

19. CONTINGENT LIABILITIES

The charity are party to a Court of Appeal hearing regarding historic property covenants relating to the Recreation Ground. The hearing carries a potential liability of £20,000 - £30,000 for costs which have been considered and authorised by the Trustees

20. RELATED PARTY DISCLOSURES

During the year wages of £2,855 were paid to H Flinn, the son of the Chief Executive Officer J Flinn.

21. ULTIMATE CONTROLLING PARTY

There is no ultimate controlling party of the charity.

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

	2021 £	2020 £
Net income for the reporting period (as per the Statement of Financial Activities)	373,218	452,097
Adjustments for:		
Depreciation charges	90,262	99,216
(Gain)/losses on investments	(236,433)	152,255
Interest received	(842)	(1,498)
Increase in debtors	(56,250)	(33,561)
Increase/(decrease) in creditors	71,411	(78,061)
	<u>71,411</u>	<u>(78,061)</u>
Net cash provided by operations	<u>241,366</u>	<u>590,448</u>

23.. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.20 £	Cash flow £	At 31.3.21 £
Net cash			
Cash at bank and in hand	<u>778,845</u>	<u>(376,543)</u>	<u>402,302</u>
	<u>778,845</u>	<u>(376,543)</u>	<u>402,302</u>
Total	<u>778,845</u>	<u>(376,543)</u>	<u>402,302</u>

24. CORPORATE STRUCTURE AND LINKED CHARITY

The charitable company is an incorporated charity (the new charity), previously its activities were administered through the Bath Recreation Ground Trust (the old trust). The new charity was incorporated on 21 April 2017, but had no activities or transactions until 1 January 2018 when it took over the old trust's assets and operations, with the exception of the Bath Recreation Ground itself. Under trust law the land of the Recreation Ground cannot be held directly by the Charitable Company. Under a scheme agreed with the Charity Commission, from 1 January 2018, the new charity became the sole Trustee of old trust and the old trust became a linked charity to Bath Recreation Limited (linked charity number 1173521-1) and the assets and activities are included in these accounts under the rules of branch accounting.