

Groundwork Pride Limited

Report of the Directors and

Unaudited Financial Statements For The Year Ended 31 March 2023

Contents of the Financial Statements
For The Year Ended 31 March 2023

	Page
Company Information	1
Report of the Directors	2
Income Statement	3
Balance Sheet	4
Notes to the Financial Statements	5

Groundwork Pride Limited
Company Information
For The Year Ended 31 March 2023

DIRECTORS:	P Cooper D Queenan F J Lawrence G Williams
SECRETARY:	Ms S J Munro
REGISTERED OFFICE:	Environment & Business Centre Merlyn-Rees Avenue Morley LEEDS West Yorkshire LS27 9SL
REGISTERED NUMBER:	02871169 (England and Wales)
ACCOUNTANTS:	Kingswood Allotts Limited Chartered Accountants Sidings Court Lakeside Doncaster South Yorkshire DN4 5NU
BANKERS:	The Co-operative Bank Wakefield WF1 3BG

Report of the Directors
For The Year Ended 31 March 2023

The directors present their report with the financial statements of the company for the year ended 31 March 2023.

REVIEW OF BUSINESS

RESULTS FOR THE YEAR

A profit of £37,205 prior to gift aid donation (2022: £31,840) was made on turnover of £988,703 (2022: £1,195,842).

REVIEW OF BUSINESS

GPL is a wholly owned subsidiary of Groundwork Yorkshire (a limited company 22022681 and registered charity 519846).

In the period under review, GPL further developed its forward order book, securing over £1m of work for future periods with a target client ratio of 30% small/medium landscaping work; 40% housing developer related and 30% design build work developed and delivered in partnership. We are achieving a better than 50% tender success rate on our bid for work with ongoing positive client feedback - essential for our very competitive market place.

Our specific projects range from garden and public open space creation in areas of new housing to the delivery of technically demanding landscapes in commercial, public and private spaces. Projects completed in the past twelve months include hard and soft landscaping projects with values from £5,000 to £500,000.

Whilst GPL is not directly involved in the provision of charitable services, it works closely with the Trust and its contribution to the success of the Trust is more than simply the gift aiding of annual surplus. By delivering quality environmental service, GPL actively promotes the aims of its parent Trust and the national Groundwork network, often in areas and with partners who are not familiar with the work of Groundwork.

Whilst we have a clear focus on more commercial opportunities, our trading company remains important to the delivery of Groundwork's wider strategy in Yorkshire and the Humber, a process which brings added benefit as overhead costs are shared and staff gain greater and wider experience. Both locally and nationally the Federation of Groundwork Trusts has also initiated a process of change and has renewed its overall strategy whilst introducing a new partnership agreement for member trusts. This process of change means that our work and development activity is being more closely aligned with that of fellow Groundwork Trusts. This has led to a number of interesting and useful developments already, including the shared development of design services with our colleagues in the North East which has the potential to expand the work of GPL further.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2022 to the date of this report.

P Cooper
D Queenan

Other changes in directors holding office are as follows:

J Readshaw - resigned 14 November 2022
F J Lawrence - appointed 14 November 2022
G Williams - appointed 14 November 2022

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

ON BEHALF OF THE BOARD:

P Cooper - Director

26 September 2023

Income Statement
For The Year Ended 31 March 2023

	2023 £	2022 £
TURNOVER	988,703	1,195,842
Cost of sales	<u>742,832</u>	<u>950,144</u>
GROSS PROFIT	245,871	245,698
Administrative expenses	<u>201,314</u>	<u>228,813</u>
	44,557	16,885
Other operating income	<u>170</u>	<u>19,790</u>
OPERATING PROFIT	44,727	36,675
Interest payable and similar expenses	<u>7,522</u>	<u>4,835</u>
PROFIT BEFORE TAXATION	37,205	31,840
Tax on profit	<u>-</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR	<u>37,205</u>	<u>31,840</u>

Groundwork Pride Limited (Registered number: 02871169)

Balance Sheet
31 March 2023

	Notes	2023 £	£	2022 £	£
FIXED ASSETS					
Tangible assets	4		11,862		9,463
CURRENT ASSETS					
Debtors	5	453,987		570,889	
Cash at bank		<u>4,012</u>		<u>25,550</u>	
		457,999		596,439	
CREDITORS					
Amounts falling due within one year	6	<u>436,160</u>		<u>592,463</u>	
NET CURRENT ASSETS			<u>21,839</u>		<u>3,976</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>33,701</u>		<u>13,439</u>
CREDITORS					
Amounts falling due after more than one year	7		<u>226,677</u>		<u>243,620</u>
NET LIABILITIES			<u>(192,976)</u>		<u>(230,181)</u>
CAPITAL AND RESERVES					
Called up share capital			100		100
Retained earnings			<u>(193,076)</u>		<u>(230,281)</u>
SHAREHOLDERS' FUNDS			<u>(192,976)</u>		<u>(230,181)</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2023 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

The financial statements were approved by the Board of Directors and authorised for issue on 26 September 2023 and were signed on its behalf by:

P Cooper - Director

The notes form part of these financial statements

Notes to the Financial Statements
For The Year Ended 31 March 2023

1. STATUTORY INFORMATION

Groundwork Pride Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

These accounts have been prepared on the going concern basis on the assumption that the parent company, Groundwork Yorkshire Limited, will continue to support its operations. Groundwork Yorkshire Limited has incurred repeated group deficits on unrestricted funds and group net current liabilities on unrestricted funds. Details of Groundwork Yorkshire Limited's plans to address the deficit of funds can be found in note 1 of its accounts. These plans include a merger with Groundwork North Yorkshire and The Leeds Groundwork Trust and the acquisition of part of the business of Groundwork South Yorkshire. This merger to form Groundwork Yorkshire Limited will improve efficiency so enhance the ability of the group to support its subsidiaries.

Based on the above considerations the Board considers it remains appropriate to prepare the accounts on a going concern basis.

Turnover

Turnover represents revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts. Revenue is recognised when work is performed. Any excess of sales invoiced over revenue recognised is included as deferred income within other creditors, and any deficit as accrued income within other debtors.

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the costs of fixed assets, less their estimated residual value over their expected useful lives on the following bases:

Plant & machinery - over 5 years straight line
Fixtures & fittings - over 3-5 years straight line

Pension costs

The company makes contributions to the West Yorkshire Pension Scheme, a multi-employer defined benefit pension scheme. This company's share of the scheme cannot be separately identified and therefore, in accordance with FRS102 the contributions have been accounted for as defined contribution pension scheme. Within the accounts of the parent company the pension scheme has been accounted for as a defined benefit scheme as the group's share of the scheme can be identified. The pension charge represents contributions payable by the company to the scheme.

Government grants

The company has adopted the performance model.

Government revenue grants towards current expenditure are recognised in the period the expenditure is incurred.

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 13 (2022 - 11).

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

4. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Totals £
COST			
At 1 April 2022	13,054	25,836	38,890
Additions	5,110	-	5,110
At 31 March 2023	<u>18,164</u>	<u>25,836</u>	<u>44,000</u>
DEPRECIATION			
At 1 April 2022	10,753	18,674	29,427
Charge for year	1,712	999	2,711
At 31 March 2023	<u>12,465</u>	<u>19,673</u>	<u>32,138</u>
NET BOOK VALUE			
At 31 March 2023	<u>5,699</u>	<u>6,163</u>	<u>11,862</u>
At 31 March 2022	<u>2,301</u>	<u>7,162</u>	<u>9,463</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade debtors	290,409	364,692
Amounts owed by group undertakings	-	6,050
Other debtors	163,578	200,147
	<u>453,987</u>	<u>570,889</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade creditors	121,310	163,962
Amounts owed to group undertakings	74,630	181,952
Taxation and social security	5,853	46,993
Other creditors	234,367	199,556
	<u>436,160</u>	<u>592,463</u>

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

	2023 £	2022 £
Amounts owed to group undertakings	148,599	159,789
Other creditors	78,078	83,831
	<u>226,677</u>	<u>243,620</u>

The above includes £158,330 (2022: £175,501) payable in instalments due after more than five years.

8. OTHER FINANCIAL COMMITMENTS

Financial commitments at the year-end were £8,970 (2022: £16,146).

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

9. RELATED PARTY DISCLOSURES

The company donates profits to the controlling charities based on the work performed in their operational areas. Donations to be paid for the year are £nil (2022: £nil).

The company entered transactions not under normal market conditions with its shareholders as follows:

	£	£	£	Sales £	Purchases	Debtors	Creditors
				243,479	50,340	112,135	331,238
2022				1,340	40,891	0	333,875

10. ULTIMATE CONTROLLING PARTY

The company is controlled by Groundwork Yorkshire Limited as the majority shareholder. The registered office of Groundwork Yorkshire Limited is Environment & Business Centre, Merlyn-Rees Avenue, Morley, Leeds, LS27 9SL.

The company is consolidated in the group accounts prepared by its parent Groundwork Yorkshire Limited which are available from Companies House.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.