

Formby Pool Trust
Company Limited by Guarantee
Financial Statements
31 March 2011

Company Registration Number 04479074
Charity Number 1099941



CHAMPION ACCOUNTANTS LLP
Chartered Accountants & Statutory Auditors
71/73 Hoghton Street
Southport
Merseyside
PR9 0PR

**Formby Pool Trust
Company Limited by Guarantee**

Financial Statements

Year Ended 31 March 2011

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Formby Pool Trust Company Limited by Guarantee

Trustees Annual Report *(continued)*

Year Ended 31 March 2011

The trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charity for the year ended 31 March 2011

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity Name Formby Pool Trust

Charity Registration Number 1099941

Company Registration Number 04479074

Registered Office Elbow Lane
Formby
Merseyside
L37 4AB

THE TRUSTEES

The trustees who served the charity during the period were as follows

Mr N Edwards (Company Secretary)

Mr G Gee

Mr R Pontefract (nominee of Formby Land Trust)

Mr D V Pugh

Mr R Boylin (Chairman)

Mr R Paul (nominee of Sefton MBC)

Dr D Edwards

Ms H Nichols

Dr K McNamara

Mr I Robins

Councillor B Griffiths (nominee of Sefton MBC) (Appointed 24 May 2010)

Mrs J Ross (Appointed 26 April 2010)

Councillor E Storey (nominee of Sefton MBC) (Resigned 5 May 2010)

Formby Pool Trust Company Limited by Guarantee

Trustees Annual Report *(continued)*

Year Ended 31 March 2011

TRUSTEE APPOINTMENT

The objects of the charity provide that the number of trustees shall be between 3 and 12, one Trustee can be appointed by Formby Land Trust and up to 2 by Sefton MBC, one of whom should be an officer of the Council

There are provisions about retirement and rotation and details can be obtained from the Company Secretary

Secretary

N Edwards

Auditor

Champion Accountants LLP
Chartered Accountants & Statutory Auditors
71/73 Hoghton Street
Southport
Merseyside
PR9 0PR

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Trust is a charitable company limited by guarantee. The Board of Trustees meets on a monthly basis and has overall responsibility for the management of the business. There is a scheme of delegation in place, setting out the responsibilities of the Chief Executive and the powers reserved for the Board.

A budget was prepared for all income and expenditure headings of the business and approved by the Board prior to commencement of the year in January 2010. Performance against the budget is reported to the Board on a monthly basis. It is intended that annual budgets will be presented to the Board in future, prior to the commencement of each financial year.

Financial transactions undergo independent checks by the trustees, particularly bankings, expenditure and income trends.

OBJECTIVES AND ACTIVITIES

The Trust operates a swimming pool, fitness facility and café for the use of the inhabitants and visitors of Formby and the surrounding area, in the interests of social welfare and health, and in partnership with Formby Land Trust (as owners of the building) and Sefton Metropolitan Borough Council.

In setting the objectives and planning activities, the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

The trustees have examined the major strategic and operational risks which the charity faces and confirm that systems have been established to mitigate risks.

Formby Pool Trust Company Limited by Guarantee

Trustees Annual Report *(continued)*

Year Ended 31 March 2011

ACHIEVEMENTS AND PERFORMANCE

In the current uncertain economic climate, a trading surplus for the year can be considered a significant achievement, however with overall revenue down by 2% on the year budgetary control remains a priority

The facility continues to operate successfully despite the withdrawal of funding for both the Free and Active programme and the Free Swimming Initiative introduced by the previous government. In addition to the repayment to Sefton MBC of 50% of the accumulated surplus for the first three years of operation (as detailed in the Operating Agreement) - a sum in excess of £32,000 - effectively equated to a loss in revenue in excess of £75,000

The agreement with Wigan Leisure Trust to provide HR support, mentioned in the last report, failed to provide the support anticipated, and was terminated with a proportion of the fee returned. The subsequent appointment of Mace and Jones and HR Business Solutions has now resulted in a complete review of our HR policies and procedures and the production of a new comprehensive Staff handbook. New contracts of employment have now been issued to all staff.

FINANCIAL REVIEW

The incoming resources of £1,122K represented a 2% reduction over the previous year. However considering the items referred to above this result together with the surplus generated can be considered acceptable in the current economic climate.

The Swim School continues to contribute positively with revenue £24k above budget, whilst the Fitness Suite revenue was also above budget by £26k.

Strict budgetary control produced a surplus of £9,762, which whilst below expectations was nevertheless a satisfactory result.

Looking to the future, strict control of expenditure will remain a priority whilst every effort will be made to maximise revenue.

PLANS FOR FUTURE PERIODS

In difficult trading conditions budgetary control remains a crucial element of the management strategy. The Board will seek to examine all aspects of expenditure, and make whatever savings it can to ensure continued financial stability.

Discussions with our partners will be undertaken to extend the current operating lease and review our Operating Agreement.

As in previous years the Trust will continue to expand its community activities and remain "at the heart of the community".

RESPONSIBILITIES OF THE TRUSTEES

The trustees (who are also the directors of Formby Pool Trust for the purposes of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Formby Pool Trust Company Limited by Guarantee

Trustees Annual Report *(continued)*

Year Ended 31 March 2011

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 these financial statements, the trustees are required to

select suitable accounting policies and then apply them consistently,

observe the methods and principles in the Charities SORP,

make judgements and estimates that are reasonable and prudent,

state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. The trustees 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 auditor is 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 auditor is aware of that information.

Registered office
Elbow Lane
Formby
Merseyside
L37 4AB

Signed by order of the trustees



N Edwards
Charity Secretary

26/09/11

Formby Pool Trust Company Limited by Guarantee

Independent Auditor's Report to the Members of Formby Pool Trust Year Ended 31 March 2011

We have audited the financial statements of Formby Pool Trust for the year ended 31 March 2011 on pages 9 to 16, which have been prepared on the basis of the accounting policies set out on pages 11 to 12

This report is made solely to the company's members, as a body, in accordance with chapter 3 of section 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS

The responsibilities of the trustees (who also act as directors of Formby Pool Trust for the purposes of company law) for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out in the Statement of Responsibilities of the Trustees on pages 5 to 6.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and have been prepared in accordance with the Companies Act 2006. We also report to you whether in our opinion the information given in the Trustees Annual Report is consistent with those financial statements.

In addition we report to you if, in our opinion, the charity has not kept adequate accounting records, if the charity's financial statements are not in agreement with the accounting records and returns, if we have not received all the information and explanations we require for our audit, or if certain disclosures of trustees' remuneration specified by law are not made.

We read the Trustees Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Formby Pool Trust Company Limited by Guarantee

Independent Auditor's Report to the Members of Formby Pool Trust *(continued)*

Year Ended 31 March 2011

BASIS OF AUDIT OPINION

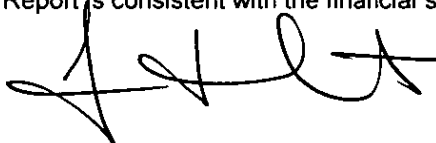
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion:

- the financial statements give a true and fair view of the state of the charity's affairs as at 31 March 2011 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice,
- the financial statements have been prepared in accordance with the Companies Act 2006, and
- the information given in the Trustees Annual Report is consistent with the financial statements.



JANICE HURST CA (Senior
Statutory Auditor)
For and on behalf of
CHAMPION ACCOUNTANTS LLP

71/73 Hoghton Street
Southport
Merseyside
PR9 0PR

27/9/11

Chartered Accountants & Statutory Auditors

Formby Pool Trust
Company Limited by Guarantee

Statement of Financial Activities (Incorporating the Income and Expenditure Account)

Year Ended 31 March 2011

	Note	Total Funds 2011 £	Total Funds 2010 £
Incoming Resources			
Incoming resources from generating funds			
Voluntary income	2	241,745	267,950
Investment income	3	152	181
Incoming resources from charitable activities		880,086	878,881
Total Incoming Resources		1,121,983	1,147,012
Resources Expended			
Charitable activities	4/5	(1,075,718)	(1,044,421)
Governance costs	6	(36,503)	(42,693)
Other resources expended	7	—	(444)
Total Resources Expended		(1,112,221)	(1,087,558)
Net Incoming Resources for the Year/Net Income for the Year	8	9,762	59,454
Reconciliation of Funds			
Total funds brought forward		92,031	32,578
Total Funds Carried Forward		101,793	92,032

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared

All of the above amounts relate to continuing activities

The notes on pages 11 to 16 form part of these financial statements

Formby Pool Trust Company Limited by Guarantee

Balance Sheet

31 March 2011

	Note	2011 £	£	2010 £	£
Fixed Assets					
Tangible assets	10		21,930		19,847
Current Assets					
Stocks		10,437		8,839	
Debtors	11	82,918		71,557	
Cash at bank and in hand		162,392		170,236	
		<u>255,747</u>		<u>250,632</u>	
Creditors: Amounts Falling due Within One Year	12	<u>(172,198)</u>		<u>(177,111)</u>	
Net Current Assets			83,549		73,521
Total Assets Less Current Liabilities			<u>105,479</u>		<u>93,368</u>
Creditors: Amounts Falling due after More than One Year	13		<u>(3,686)</u>		<u>(1,336)</u>
Net Assets			<u>101,793</u>		<u>92,032</u>
Funds					
Unrestricted income funds	16		101,793		92,032
Total Funds			<u>101,793</u>		<u>92,032</u>

These financial statements were approved by the members of the Board on the 26/09/11 and are signed on their behalf by



Mr R Boylin
Chairman

Company Registration Number 04479074

The notes on pages 11 to 16 form part of these financial statements.

Formby Pool Trust Company Limited by Guarantee

Notes to the Financial Statements

Year Ended 31 March 2011

1 ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and the Companies Act 2006

They have also been prepared in accordance with applicable accounting standards

Cash flow statement

The trustees have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the charity is small

Fixed assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Over 4 years on a straight line basis

Stocks

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

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the statement of financial activities on a straight line basis

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

Grants

Grants are accounted for as they become receivable

Funds

There is one unrestricted Fund

Formby Pool Trust Company Limited by Guarantee

Notes to the Financial Statements

Year Ended 31 March 2011

1 ACCOUNTING POLICIES *(continued)*

Resources expended

Charitable expenditure includes the direct costs of the activities in support of the trust's objectives
Administration expenditure consists of amounts incurred in running the trust which do not have a direct tangible effect on the objectives of the trust

2 VOLUNTARY INCOME

	Unrestricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Grants receivable			
Sefton M B C	<u>241,745</u>	<u>241,745</u>	<u>267,950</u>

3 INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Bank interest receivable	<u>152</u>	<u>152</u>	<u>181</u>

4 COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Staff salaries	545,193	545,193	484,487
Employers National Insurance contributions	29,739	29,739	23,698
Rates and water	41,339	41,339	41,069
Heat, light and insurance	131,887	131,887	129,896
Repairs, maintenance and equipment	67,701	67,701	85,445
Equipment rental	132	132	1,441
Marketing and publicity	7,104	7,104	3,964
Telephone	2,841	2,841	2,953
Cleaning	25,875	25,875	25,443
Printing and stationery	7,916	7,916	8,492
Sundries	5,291	5,291	8,912
Provisions	65,979	65,979	71,439
Security and car park	98,858	98,858	107,900
IT support, hardware and software	9,687	9,687	9,560
Support services	(5,000)	(5,000)	10,000
Travel, recruitment and training	8,600	8,600	8,010
Irrecoverable VAT	32,576	32,576	21,712
	<u>1,075,718</u>	<u>1,075,718</u>	<u>1,044,421</u>

Formby Pool Trust Company Limited by Guarantee

Notes to the Financial Statements

Year Ended 31 March 2011

4 COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE *(continued)*

Rent is charged at a below commercial rate. We are unable to put a reasonable estimate on the value of this benefit to the Charity therefore this has not been recognised in the Statement of Financial Activities.

5 COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Unrestricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Staff salaries	545,193	545,193	484,487
Employers National Insurance contributions	29,739	29,739	23,698
Rates and water	41,339	41,339	41,069
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Travel, recruitment and training	8,600	8,600	8,010
Irrecoverable VAT	32,576	32,576	21,712
	<u>1,075,718</u>	<u>1,075,718</u>	<u>1,044,421</u>

6 GOVERNANCE COSTS

	Unrestricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Audit fees	3,750	3,750	2,489
Legal fees	22,283	22,283	35,376
Interest payable	2,103	2,103	1,308
Depreciation	8,367	8,367	3,520
	<u>36,503</u>	<u>36,503</u>	<u>42,693</u>

7 OTHER RESOURCES EXPENDED

	Total Funds 2011 £	Total Funds 2010 £
Losses on disposal of fixed assets	<u>-</u>	<u>444</u>

Formby Pool Trust Company Limited by Guarantee

Notes to the Financial Statements

Year Ended 31 March 2011

8 NET INCOMING RESOURCES FOR THE YEAR

This is stated after charging

	2011	2010
	£	£
Depreciation	8,367	3,520
Auditors' remuneration - audit of the financial statements	<u>3,750</u>	<u>2,489</u>

9 STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

	2011	2010
	£	£
Wages and salaries	545,193	484,487
Social security costs	<u>29,739</u>	<u>23,698</u>
	<u>574,932</u>	<u>508,185</u>

There are no high paid staff

Particulars of employees

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows

	2011	2010
	No	No
Number of full time equivalents	<u>30</u>	<u>27</u>

No employee received remuneration of more than £60,000 during the year (2010 - Nil)

10. TANGIBLE FIXED ASSETS

	Equipment £
Cost	
At 1 April 2010	25,447
Additions	<u>10,450</u>
At 31 March 2011	<u>35,897</u>
Depreciation	
At 1 April 2010	5,600
Charge for the year	<u>8,367</u>
At 31 March 2011	<u>13,967</u>
Net Book Value	
At 31 March 2011	<u>21,930</u>
At 31 March 2010	<u>19,847</u>

Formby Pool Trust Company Limited by Guarantee

Notes to the Financial Statements

Year Ended 31 March 2011

10. TANGIBLE FIXED ASSETS *(continued)*

Hire purchase agreements

Included within the net book value of £21,930 is £6,703 (2010 - £3,159) relating to assets held under hire purchase agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £2,390 (2010 - £1,895)

Capital commitments

	2011 £	2010 £
Contracted but not provided for in the financial statements	<u>19,576</u>	<u>-</u>

11. DEBTORS

	2011 £	2010 £
Trade debtors	5,737	10,161
Prepayments	<u>77,181</u>	<u>61,396</u>
	<u>82,918</u>	<u>71,557</u>

12 CREDITORS Amounts falling due within one year

	2011 £	2010 £
Bank loans and overdrafts	2,438	-
Trade creditors	30,744	39,556
Taxation and social security	16,315	18,752
Hire purchase agreements	3,331	2,004
Repairs and maintenance reserve	7,000	8,000
Other creditors	3,773	1,291
Accruals	<u>108,597</u>	<u>107,508</u>
	<u>172,198</u>	<u>177,111</u>

13 CREDITORS Amounts falling due after more than one year

	2011 £	2010 £
Hire purchase agreements	<u>3,686</u>	<u>1,336</u>

14 COMMITMENTS UNDER HIRE PURCHASE AGREEMENTS

Future commitments under hire purchase agreements are as follows

	2011 £	2010 £
Amounts payable within 1 year	3,334	2,004
Amounts payable between 2 to 5 years	<u>3,521</u>	<u>1,336</u>
	<u>6,855</u>	<u>3,340</u>

Formby Pool Trust **Company Limited by Guarantee**

Notes to the Financial Statements

Year Ended 31 March 2011

15 COMMITMENTS UNDER OPERATING LEASES

At 31 March 2011 the charity had annual commitments under non-cancellable operating leases as set out below

	Land and buildings	
	2011	2010
	£	£
Operating leases which expire:		
Within 2 to 5 years	<u>1,211</u>	<u>1,211</u>

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible fixed assets	Net current assets	Long term liabilities	Total
	£	£	£	£
Unrestricted Income Funds	<u>21,930</u>	<u>83,549</u>	<u>(3,686)</u>	<u>101,793</u>
Total Funds	<u>21,930</u>	<u>83,549</u>	<u>(3,686)</u>	<u>101,793</u>

17. COMPANY LIMITED BY GUARANTEE

The company is limited by guarantee and as such has no share capital. The limit of guarantee is £1 per member.

18 TRUSTEES REMUNERATION

The Trustees received no remuneration or re-imbursed expenses.