

Southport Flower Show
Charitable Company Limited
by Guarantee

Report and Financial Statements

For The Year Ended
31 December 2022

**SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
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SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
COMPANY INFORMATION

Registered Charity Name	Southport Flower Show
Charity Number	1000698
Company Registration Number	02103365
Principal Office	Southport Flower Show Victoria Park Rotten Row Southport Merseyside PR8 2BZ
Trustees	Mr M L Steinberg Mr R Anderson (Resigned 4 January 2023) Mr A Edwards Mr T J D Fleming Mrs A P Pope Mrs M Tarpey Mr T Heywood (Resigned 12 January 2023) Mr A J Porter (Resigned 6 July 2022) Mr E P Rylands
Independent Examiner	MHA Moore and Smalley Chartered Accountants Richard House 9 Winckley Square Preston Lancashire PR1 3HP
Bankers	Santander 25-29 Chapel Street Southport Merseyside PR8 1AL
Legal advisers	MSB Solicitors 4 St Pauls Square Liverpool L3 9SJ

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
TRUSTEES ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees, who are also directors for the purposes of company law, present their report and the consolidated financial statements of the charitable company and its subsidiary for the year ended 31 December 2022.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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 and Republic of Ireland (FRS 102) (October 2019)

Reference and Administrative Details

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements.

The Trustees

The trustees who served the charitable company during the year were as follows:

Mr M L Steinberg
Mr R Anderson (Resigned 4 January 2023)
Mr A Edwards
Mr T J D Fleming
Mrs A Pope
Mr R M Ratcliffe (Resigned 4 October 2022)
Mrs M Tarpey
Mr T Heywood (Resigned 12 January 2023)
Mr A J Porter (Resigned 20 July 2022)
Mr E P Rylands

Key Management

Mr A E Adams (General Manager)

Structure, Governance and Management

Southport Flower Show (hereafter referred to as "the Charity") is a charitable company, limited by guarantee, and was registered with the Charity Commission on 30 October 1990. The Charity is governed by its Memorandum and Articles of Association.

The directors of the Charity are also the trustees, for charity law purposes (hereafter referred to as "the trustees"). The trustees, together with certain former trustees, are members of the Charity. In the event of the Charity being wound up, the guarantee of each member is limited to £1.

Objectives and Activities

The objects of the Charity are:

- To advance education in the subject of horticulture
- The promotion, encouragement and improvement of horticulture for the public benefit

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
TRUSTEES ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

The principal activities of the Charity during the year, which are carried out for the furtherance of those objects, were:

- Maintenance and upkeep of Victoria Park, which is open to the public throughout the year.
- Running of various horticultural competitions within the Southport Flower Show event, including the Schools Design a Garden Competition, Show Gardens and Amateur Competitions, detailed below.

Public Benefit

The trustees have considered the Charity Commission guidance regarding public benefit and are satisfied that the activities of the charitable company, as outlined below, meet these requirements

Achievements and Performance

Southport Flower Show

The Southport Flower Show is the largest independent, annual flower show in Great Britain.

After cancellation of the 2020 and 2021 shows, the Flower Show returned and was held from 18 August to 21 August 2022. Over 50,000 visitors enjoyed 4 days of good weather, food, drink, entertainment and all things horticulture.

The theme of the 2022 show was "Summer Festival" and throughout the exhibits and display gardens, themes and images inspired by the title were used in a creative and entertaining way.

Southport Flower Show hosts the largest Amateur competition in Great Britain and our respect and encouragement of the amateur sector is a key factor in Southport Flower Show's uniqueness and helps to further our charitable objectives.

This encouragement is also in evidence with the Schools' Design a Garden Competition. The competition is designed for years 5 and 6 from the Northwest region to encourage them to become more involved with plants and flowers and develop an understanding of gardening at an early stage in life.

This year we had a large number of entries from various schools across the Northwest and the two talented winners had their designs built into real gardens at the Show. HSBC Bank was the sponsor of this year's competition.

One of the main attractions of the show is the Grand Floral Marquee where the professional competition is hotly contested. The coveted Brockhouse Trophy, awarded to the 'Best Exhibit in Show', was won by Dibleys Nurseries in the Grand Floral Marquee.

All of these activities are produced to fulfill the Objects of the Charity

The Trustees acknowledge the dedication and hard work of Alan Adams and his team for staging an outstanding show under very difficult circumstances and with financial challenges caused by the pandemic.

Volunteers

Over 180 people volunteered in 2022 to help make the show a great success and one of the friendliest in the country. The Trustee Directors wish to record their appreciation for the important role that the volunteer managers and their teams play in the delivery of the show and want to thank all the volunteers who willingly gave their time.

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
TRUSTEES ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Achievements and Performance

Victoria Park

Over the years the Southport Flower Show's resources have been used to noticeably enhance and improve Victoria Park as both an events site and as a high quality urban green space. Along with significant capital investment, a great deal of time and effort has transformed the park into a flexible and robust outdoor events site with a power and water grid, improved drainage and a network of interconnected pathways.

Due to financial concerns resulting from the Covid 19 pandemic all planned costly maintenance apart from essential works to enhance the park for the Flower Show was suspended in 2022.

Throughout the year the park has remained open to the public. It was fully closed for 33 days throughout 2022 for private and council events, keeping open as much as possible for the public to enjoy.

Local running and cycling clubs use the park for small, organised events, a diverse range of ad-hoc groups use the park on a regular basis including fitness groups, netball, karate and numerous yoga groups and the public use the park extensively to walk their dogs or simply sit and relax and enjoy their surroundings.

A number of these groups have made a small donation to SFS to use the park facilities.

A number of third-party lettings of Victoria Park returned in 2022 which increased the revenue for the park such as a Music Festival, Food and Drink Festival, Yoga Festival, Family Event, Classic Car Show, Southport Comedy Festival, British Musical Fireworks competition and Ice-Skating Events.

The Board would like to thank to the General Manager, Alan Adams, and his team for sourcing new events.

The events are managed through the trading subsidiary Victoria Park Management Company (Southport) Ltd.

Fundraising practices

Most of the Charity's income is generated from ticket sales and associated income from Southport Flower Show. Additional income is raised by third party events hiring the park.

An invitation to donate to the Charity has now been included on the Southport Flower Show and Victoria Park website and on all staff email signatures.

Financial Review

The consolidated results record net incoming resources of £193,435 (2021: net outgoing resources of £27,565). At the end of the year, the Charity general fund stood at £436,847 (2021: £202,340).

To the extent that funds are not called upon for the day-to-day activity, they are transferred to a medium-term charity investment account to maximise returns on these funds, although bank deposit rates remain at an all-time low rate of return.

The Memorandum and Articles of Association give the Charity unlimited investment powers with statutory boundaries.

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CHARITABLE COMPANY LIMITED BY GUARANTEE
TRUSTEES ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Reserves Policy

Given that the main source of funds is an outdoor event which is heavily weather dependent, the trustees maintain the view that it is prudent to have reserves sufficient to safeguard the Charity's operational commitments and allow for a significant drop in revenue from the annual show as a result of inclement weather etc.

The reserves also need to reflect the seasonal nature of the business and that income spikes during the months of July and August. The Charity requires sufficient working capital to meet expenditure commitments in the earlier months, prior to the Show when expenditure tends to exceed income.

The level of reserves required is estimated at £250,000. Recent years' results have illustrated the prudence of this policy.

The trustees apply the following criteria in determining the overall reserves policy:

- 1 The necessity of holding certain reserves and the benefit derived;
- 2 The levels of reserves required;
- 3 The actions required to maintain the agreed reserves level.

Reserves are frequently reviewed by the trustees, together with the management accounts.

The actual level of free reserves for the Charity at the end of the year was £436,847, after segregating funds which represent permanent fixed assets.

Plans for Future Years

The Trustees continue to review the use of the Park to generate income and have event plans in place. The Charity continues to maintain Victoria Park for use by the public.

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
TRUSTEES ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

Governance and Risk Review

Trustees' Appointment and Responsibilities

Any new trustees are nominated by the current trustees, taking account of their business skills and experience in line with the specific needs of the board. Induction of trustees is carried out verbally, ensuring that trustees are fully aware of their duties and responsibilities. Trustees are also provided with various up to date literature issued by the Charity Commission regarding their appointment, together with specific background information regarding the Charity.

Key Management Personnel

The pay and remuneration of key management personnel is agreed by the trustees with reference to external benchmarks.

Governance and Risk Review

Whilst the trustees appreciate that they are ultimately responsible for the management of the Charity, much of the day to day running of the Charity's operations is delegated to the Charity's employees. As well as appointing a General Manager to deal with management matters and supervision, the trustees are involved in many aspects of the Charity administration as part of the internal control procedures.

The trustees meet monthly to review the Charity accounts, progress reports, key performance indicators and deal with strategic matters. Cashflow forecasts are updated and reviewed monthly.

With the help of the Charity auditors, the trustees have carried out a review of the Charity's activities and identified the major risks to which the Charity is exposed.

As part of this process, the trustees have implemented a risk management strategy, which comprises:

- A regular review of the risks to which the Charity is exposed
- The establishment of procedures and systems to help mitigate the risks identified in the review

The key risks revolved around external factors. Where risks cannot be mitigated fully, the trustees have ensured that adequate insurance provisions are in place, where possible.

Trustees' Responsibilities Statement

The trustees (who are also the directors of Southport Flower Show 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).

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 the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group for that period.

**SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
TRUSTEES ANNUAL REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022**

Trustees' Responsibilities Statement (continued)

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 2019 (FRS 102);
- make judgements and accounting 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, and
- 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. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

Auditor

A resolution proposing that MHA Moore and Smalley be re-appointed will be put at a General Meeting.

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as each trustee is aware, there is no relevant audit information of which the charitable company's auditor is unaware; and
- each trustee has taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charitable company's auditor is aware of that information.

Signed on behalf of the trustees on

.....
M L Steinberg
Trustee

.....
A P Pope
Trustee/Treasurer

Registered office:
Southport Flower Show
Victoria Park
Rotten Row
Southport
Merseyside
PR8 2BZ

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS
FOR THE YEAR ENDED 31 DECEMBER 2022

Opinion

We have audited the financial statements of Southport Flower Show (the 'company') for the year ended 31 December 2022 which comprise the profit and loss account, the balance sheet and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2022 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the 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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the 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 directors' 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 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 directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. 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. 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 course of 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 our audit:

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

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS
FOR THE YEAR ENDED 31 DECEMBER 2022

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report. We have nothing to report in respect of the following matters in relation to which 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 directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement, the directors 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 directors 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 directors are responsible for assessing the 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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities

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 an auditor's report 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 specific procedures for this engagement and the extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

- Enquiries with management about any known or suspected instances of non-compliance with laws and regulations;
- Enquires with management about any known or suspected instances of fraud;
- Reviewing minutes of meetings of those charged with governance;
- Examination of journal entries and other adjustments to test for appropriateness and identify any instances of management override of controls;
- Review of legal and professional expenditure to identify any evidence of ongoing litigation or enquiries.

Because of the field in which the client operates we identified that employment law, health and safety legislation and compliance with the UK Companies Act are the areas most likely to have a material impact on the financial statements.

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS
FOR THE YEAR ENDED 31 DECEMBER 2022

Owing to the inherent limitations of an audit, there is an unavoidable risk that some material misstatements in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK). For instance, the further removed non-compliance is from the events and transactions reflected in the financial statements, the less likely the auditor is to become aware of it or to recognise the non-compliance.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the 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 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.

.....
Nicola Mason (Senior Statutory Auditor)
For and on behalf of MHA Moore and Smalley
Richard House
Winckley Square
Preston
PR1 3HP

.....
Date

SOUTHPORT FLOWER SHOW

CHARITABLE COMPANY LIMITED BY GUARANTEE

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 DECEMBER 2022

		Unrestricted funds	Total funds Year ended 31 December 2022	Total funds Year ended 31 December 2021
Income and endowments from:	Note	£	£	£
Donations and legacies	2	2,954	2,954	3,674
Charitable activities	3	842,614	842,614	18,772
Other trading activities	4	395,181	395,181	28,419
Investments	5	133	133	111
Other	6	125,605	125,605	176,244
Total income and endowments		1,366,487	1,366,487	227,220
Expenditure on:				
Raising funds	8	311,180	311,180	71,095
Charitable activities	9			
Flower show event		789,835	789,835	149,355
Park maintenance		44,715	44,715	29,727
Governance costs		27,322	27,322	4,608
Total expenditure		1,173,052	1,173,052	254,785
Net income/(expenditure)		193,435	193,435	(27,565)
Net movement in funds		193,435	193,435	(27,565)
Reconciliation of funds				
Total funds brought forward		875,752	875,752	903,317
Total funds carried forward		1,069,187	1,069,187	875,752

The Statement of Financial Activities includes all gains and losses recognised in the year.

All of the above amounts relate to continuing activities.

The notes on pages 15 to 32 form part of these financial statements

**SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
BALANCE SHEET
AS AT 31 DECEMBER 2022**

	Note	Group		Charity	
		2022 £	2021 £	2022 £	2021 £
Fixed assets					
Intangible assets	12	-	-	-	-
Tangible assets	13	632,340	673,412	616,594	653,155
Investments	14	-	-	52	52
		632,340	673,412	616,646	653,207
Current assets					
Debtors	15	102,609	134,474	66,271	180,223
Cash at bank and in hand		579,473	366,459	466,577	204,176
		682,082	500,933	532,848	384,399
Creditors: amounts falling due within one year	16	(206,903)	(260,260)	(199,208)	(181,003)
Net current assets		475,179	240,673	333,640	203,396
Total assets less current liabilities		1,107,519	914,085	950,286	856,603
Creditors: amounts falling due after more than one year	17	(38,332)	(38,333)	(38,332)	(38,333)
Net assets		1,069,187	875,752	911,954	818,270
Unrestricted funds					
General fund	18	436,847	202,340	295,359	165,115
Fixed assets fund	18	230,626	254,116	214,881	233,859
Revaluation fund	18	401,714	419,296	401,714	419,296
Restricted funds		-	-	-	-
		1,069,187	875,752	911,954	818,270

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

These financial statements were approved by the members of the committee and authorised for issue on and are signed on their behalf by:

.....
M Steinberg
Trustee

.....
A Pope
Trustee/Treasurer

Company registration number: 02103365

**SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE**

**CONSOLIDATED STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Note	2022 £	2021 £
Cash (utilised)/generated by operating activities	23	<u>213,290</u>	<u>59,644</u>
Cash flows from investing activities			
Investment income		133	111
Purchase of tangible fixed assets		(408)	(4,050)
Cash (used in)/provided by investing activities		<u>(275)</u>	<u>(3,939)</u>
(Decrease)/Increase in cash and cash equivalents in the year		213,015	55,705
Cash and cash equivalents at the beginning of the year		328,126	272,421
Total cash and cash equivalents at the end of the year		<u>541,141</u>	<u>328,126</u>
Cash at bank		579,473	366,459
Bank loan		<u>(38,332)</u>	<u>(38,333)</u>
		<u>541,141</u>	<u>328,126</u>

SOUTHPORT FLOWER SHOW CHARITABLE COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Basis of Accounting

The financial statements have been prepared under the historical cost convention as modified by the revaluation of leasehold improvements and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, and UK Generally Accepted Accounting Practice.

The statement of financial activities (SOFA) and balance sheet consolidate the financial statements of the Charity and its subsidiary undertakings. The results of the subsidiary undertakings are consolidated on a line by line basis. No separate SOFA has been presented for the charity alone as permitted by Section 408 of the Companies Act 2006. The parent company's deficit for the year was £79,365.

Southport Flower Show meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

Preparation of the accounts on a going concern basis

The trustees are required to assess whether the use of going concern is appropriate, ie whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the charitable company to continue as a going concern.

The trustees are required to assess whether the use of going concern is appropriate, i.e., whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the charitable company to continue as a going concern.

The Trustees make this assessment in respect of a period of at least one year from the date of authorisation of the accounts. The Flower Show in 2022 was run successfully resulting in an increase in the overall reserves of the Charity. The Trustees are confident that they are now in a more sustainable financial position and consider that the preparation of the accounts on a going concern basis is appropriate.

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting Policies (continued)

Incoming Resources

Incoming resources represents net amounts, excluding value added tax.

Income is included gross of any expenditure and grants received and comprises admissions, site rentals, sponsorship and other related income in respect of activities for generating funds.

Grants received are credited to income as they are received except where conditions imposed require amounts to be deferred to future years.

Donations from the subsidiary company are accounted for when received.

Resources Expended

The resources expended have been analysed between the Charity's main activities and relate to the direct costs of achieving the Charity's objects. Within these costs is an element of support costs, which are allocated on a reasonable and consistent basis from year to year, as described in the notes to the financial statements.

The costs relating to the Show have been split between charitable activities and raising funds in proportion to the relative income in charitable activities and other trading.

Governance costs consist of necessary running costs for the Charity which do not have a direct impact on its objectives.

All costs are accounted for on an accruals basis as they become due.

Fixed Assets

Fixed asset investment

Shares held in the charitable company's subsidiaries are shown at nominal value which is not considered to be materially different from the market value.

Tangible Fixed Assets

Fixed assets consists of improvements to the Showground on which the Charity originally had a 60-year lease (from 1994) with Sefton Metropolitan Borough Council (SMBC). This lease has been extended by 60 years to 2114. At the end of the lease, the grounds will revert back to Sefton Council. The Charity acquired this lease and certain buildings on the site for nil consideration. These assets are depreciated over the life of the original lease on a straight line basis.

Major improvements to the Showground were completed in 1995. These assets are depreciated on a straight line basis over 27 years. During 1999 a separate office building was completed on the Showground, which is depreciated over the remainder of the life of the lease, which is 47 years on a straight line basis.

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting Policies (continued)

During 2007 the assets included in the leasehold premises were revalued. A valuation was completed in 2014. The value obtained was not significantly different to the value already included in the accounts so the accounts have not been adjusted for this valuation. The current value will be carried forward as deemed cost in the accounts. Individual assets with a cost not exceeding £1,000 are not capitalised but expended in the year they are acquired.

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:

- Office equipment and Showground fixtures are depreciated on a straight line basis over a period of between 3 and 20 years.
- Computer equipment is depreciated on a straight line basis over a period of 3 years.

Pensions

The Charity operates a defined contribution pension scheme. Contributions payable for the year are charged in the Statement of Financial Activities.

Funds

Unrestricted funds are those funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the company for particular purposes.

Designated funds are those earmarked by trustees for specific future purposes and related costs.

Critical accounting estimates and areas of judgement

Accounting 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 charity 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 risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are disclosed below.

Valuation of Land and Buildings

See fixed assets accounting policy

Critical areas of judgement

There are no other critical areas of judgement in these accounts.

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

2 Donations and legacies

	Unrestricted general funds £	Total funds 2022 £	Total funds 2021 £
Other donations	2,954	2,954	3,674

Income from donation and legacies was £2,954 (2021: £3,674), and the whole amount was unrestricted (2021: £674).

3 Charitable activities

	Unrestricted general funds £	Total funds 2022 £	Total funds 2021 £
Show admissions	840,632	840,632	1,827
Other income	1,982	1,982	-
Grant income	-	-	16,945
	842,614	842,614	18,772

Income from charitable activities was £842,614 (2021: £18,772). Income in both years was unrestricted.

SOUTHPORT FLOWER SHOW
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NOTES TO THE FINANCIAL STATEMENTS
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4 Other trading activities

	Unrestricted general funds £	Total funds 2022 £	Total funds 2021 £
Trade stands	287,582	287,582	27,713
Catalogues	16,490	16,490	-
Car parking	40,463	40,463	-
Sundry income	5,346	5,346	706
Sponsorship	45,300	45,300	-
	395,181	395,181	28,419

Income from other trading activities was £395,181 (2021: £28,419). Income in both years was unrestricted.

5 Income from investments

	Unrestricted general funds £	Total funds 2022 £	Total funds 2021 £
Bank interest receivable	133	133	111
	133	133	111

Income from investments was £133 (2021: £111). Income in both years was unrestricted.

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

6 Other Incoming Resources

	Unrestricted general funds £	Total funds 2022 £	Total funds 2021 £
Coronavirus Job Retention Scheme grants	-	-	25,255
Hire of facilities	125,605	125,605	150,989
	125,605	125,605	176,244

Other income was £125,605 (2021: £176,244) of which £125,605 (2021: £176,244) was unrestricted.

7 Costs – Basis of Allocation

Costs have been allocated to reflect the activities of the charity as follows:

Costs have been split between expenditure relating to charitable expenditure and raising funds based on the levels of income generated from charitable activities and other trading. 1% of employment costs, office expenses and depreciation has been allocated to governance costs within charitable activities.

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NOTES TO THE FINANCIAL STATEMENTS
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8 Raising funds

	Unrestricted general funds £	Total funds 2022 £	Total funds 2021 £
Show infrastructure	130,212	130,212	235
Health and safety	840	840	-
Car park costs	1,947	1,947	-
Event costs	6,184	6,184	227
Volunteer costs	484	484	-
Hire of equipment	1,085	1,085	476
Other show costs	54,990	54,990	1,610
Security	12,214	12,214	-
Marketing and promotion	19,481	19,481	4,232
Employee costs	58,397	58,397	43,346
Office expenses and consultancy	12,122	12,122	5,464
Depreciation	13,224	13,224	15,503
	311,180	311,180	71,095

The cost of raising funds was £311,180 (2021: £71,093). Cost in both was unrestricted.

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

9 Charitable activities

	Unrestricted general funds £	Total funds 2022 £	Total funds 2021 £
<i>Flower show event</i>			
Competition costs and prizes	39,656	39,656	-
Show infrastructure	276,701	276,701	501
Health and safety	1,786	1,786	-
Car park costs	4,137	4,137	-
Event costs	13,141	13,141	482
Volunteer costs	1,027	1,027	-
Hire of equipment	2,304	2,304	1,012
Other show costs	116,853	116,853	3,422
Security	28,500	28,500	-
Marketing and promotion	41,396	41,396	8,992
Employee costs	122,322	122,322	90,756
Office expenses and consultancy	26,859	26,859	11,555
Depreciation	27,839	27,839	32,636
Irrecoverable VAT	87,314	87,314	-
	789,835	789,835	149,355
<i>Park maintenance</i>			
Repairs and renewals	16,615	16,615	6,719
Vehicle costs	2,198	2,198	3,639
Rates	14,635	14,635	11,184
Utilities	3,075	3,075	1,040
Insurance	8,192	8,192	7,145
	44,715	44,715	29,727
<i>Governance costs</i>			
Employee costs	1,824	1,824	1,354
Other employment cost	12,500	12,500	-
Audit fees	11,620	11,620	-
Accountancy fees	-	-	2,600
Depreciation	415	415	486
Office expenses and consultancy	963	963	168
	27,322	27,322	4,608
	861,872	861,872	183,691

The cost of charitable activities was £861,872 (2021: £183,693). Costs in both years was unrestricted.

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

10 Net outgoing resources for the year

This is stated after charging:	2022	2021
	£	£
Depreciation	41,478	48,627
Auditors' remuneration:		
- audit of the financial statements (net of VAT)	9,170	-
- Independent examination of the accounts		1,900
- other fees (see below)(net of VAT)	<u>2,450</u>	<u>700</u>

Auditor's/Independent examiner's fees

The other fees charged by the auditor can be further analysed under the following headings for services rendered:

	2022	2021
	£	£
Accountancy	<u>2,450</u>	<u>700</u>

11 Staff Costs and Emoluments

	2022	2021
	£	£
Wages and salaries	186,932	124,859
Social security costs	6,318	5,568
Other pension costs	3,407	3,098
	<u>196,657</u>	<u>133,525</u>

Particulars of employees:

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

	2022	2021
	No	No
Number of full time staff	1	2
Number of part time staff	7	4
	<u>8</u>	<u>6</u>

For the majority of the year there are 9 part-time staff. Additional staff are employed for the duration of the Southport Flower Show event.

No employee received remuneration of more than £60,000 during the year (2021: Nil).

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

12 Intangible Fixed Assets

GROUP	Website costs	Total
Cost or valuation	£	£
At 1 January 2022	20,000	20,000
Additions	-	-
At 31 December 2022	20,000	20,000
Depreciation		
At 1 January 2022	20,000	20,000
Charge in the year	-	-
At 31 December 2022	20,000	20,000
Net book value		
At 31 December 2022	-	-
At 1 January 2022	-	-
CHARITY	Website costs	Total
Cost or valuation	£	£
At 1 January 2022	20,000	20,000
Additions	-	-
At 31 December 2022	20,000	20,000
Depreciation		
At 1 January 2022	20,000	20,000
Charge in the year	-	-
At 31 December 2022	20,000	20,000
Net book value		
At 31 December 2022	-	-
At 1 January 2022	-	-

SOUTHPORT FLOWER SHOW

CHARITABLE COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

13 Tangible Fixed Assets

GROUP	Leasehold premises £	Plant & Equipment £	Total £
Cost or valuation			
At 1 January 2022	1,002,719	306,275	1,308,994
Additions	-	408	408
Disposals	-	-	-
At 31 December 2022	1,002,719	306,683	1,309,402
Depreciation			
At 1 January 2022	393,299	242,285	635,584
Charge in the year	26,546	14,932	41,478
Disposals	-	-	-
At 31 December 2022	419,845	257,217	677,062
Net book value			
At 31 December 2022	582,874	49,466	632,340
At 1 January 2022	609,420	63,990	673,410
CHARITY			
Cost or valuation			
At 1 January 2022	993,345	262,479	1,255,824
Additions	-	-	-
Disposals	-	-	-
At 31 December 2022	993,345	262,479	1,255,824
Depreciation			
At 1 January 2022	389,678	212,991	602,669
Charge in the year	25,086	11,475	36,561
Disposals	-	-	-
At 31 December 2022	414,764	224,466	639,230
Net book value			
At 31 December 2022	578,581	38,013	616,594
At 1 January 2022	603,667	49,488	653,155

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13 Tangible Fixed Assets (continued)

The charitable company's leasehold premises were originally revalued on 1 February 2008 by an external valuer, The Anthony Hill Partnership, Chartered Surveyors. The basis of the valuation was existing use value in respect of the main administration office and stores, and depreciated replacement cost in respect of other ancillary buildings. The infrastructure to the park has been included at historic cost less depreciation.

The valuation was reviewed by Eckersley Chartered surveyors during 2014 and it was agreed the values are fairly reflected.

The depreciated historic cost of total assets is £545,538. Depreciation charge for the year based on historical cost would have been £14,634.

The open market value of the main administration office and stores is considered to be £375,000 compared to the existing use value of £470,000. The reason for the difference is the restrictions placed upon the use of the buildings under the terms of the lease.

The trustees are not aware of any material change in value of the above assets. The valuations included above will be carried forward as deemed cost.

14 Investments

Group	Total Funds 2022 £	Total Funds 2021 £
<i>Other investments</i>		
Shares held in subsidiaries	-	-
	=====	=====
Charity	Total Funds 2022 £	Total Funds 2021 £
<i>Other investments</i>		
Shares held in subsidiaries	52	52
	=====	=====

The above investments are shown at the nominal value of shares held by the charitable company in its subsidiaries, Victoria Park Management Company (Southport) Ltd and Southport Events Ltd (which is dormant).

A summary of the results for the trading company, Victoria Park Management Company (Southport) Limited is shown below.

SOUTHPORT FLOWER SHOW
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14 Investments (Continued)

	2022	2021
	£	£
Turnover	287,584	24,263
Cost of sales	(463,777)	(12,668)
Gross loss	(176,193)	11,595
Administrative expenses	(66,668)	(52,897)
Other operating income	399,280	154,440
Interest receivable	-	6
Operating profit	156,419	113,144
Tax on profit	-	-
Profit for the financial year	156,419	113,144
Retained earnings brought forward	57,480	(55,664)
Distributions to parent charity under gift aid	(56,670)	-
Retained earnings carried forward	157,229	57,480

The reserves and capital of Victoria Park Management Company (Southport) Limited as at 31 December 2022 were a 157,231.

15 Debtors

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Trade debtors	61,830	96,061	52,195	26,744
Other debtors	54	105	2	143,055
Prepayments	40,725	38,308	14,074	10,424
	102,609	134,474	66,271	180,223

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16 Creditors: Amounts falling due within one year

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Trade creditors	45,328	16,687	6,168	6,606
Taxation and social security	52,966	4,335	2,484	-
Deferred income	74,033	226,364	68,469	162,220
Other creditors	6,334	10,277	6,263	10,277
Accruals	28,242	2,600	31,543	1,900
Amounts owed to group undertakings	-	-	84,281	-
	206,903	260,263	199,208	181,003

Deferred income	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Deferred income as 1 January	226,364	157,845	162,220	67,287
Released from previous year	(226,364)	-	(162,220)	-
Income deferred in the year	74,033	68,519	68,469	94,933
Deferred income at 31 December	74,033	226,364	68,469	162,220

Creditors: Amounts falling due after more than one year

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Other loans	38,332	38,332	38,332	38,332
	38,332	38,332	38,332	38,332

17 Pensions

The Charity operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the Charity. The total charge for the year was £3,407 (2021: £3,097).

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
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18 Unrestricted Income Funds

Group	Fixed asset/ Reval Fund	General Fund	Total Funds 2022	Total Funds 2021
	£	£	£	£
Movement for the period				
Balance at start of period	673,412	202,340	875,752	903,318
(Deficit)/surplus for the period	(41,478)	234,913	193,435	16,158
Transfers	406	(406)	-	-
Balance at the end of the period	<u>632,340</u>	<u>436,847</u>	<u>1,069,187</u>	<u>919,476</u>
Analysis of assets and liabilities				
Fixed assets and investments	632,340	-	632,340	760,908
Current assets	-	682,082	682,082	530,597
Current liabilities	-	(206,903)	(206,903)	(109,402)
Creditors due after more than one year	-	(38,332)	(38,332)	-
Balance at end of period	<u>632,340</u>	<u>436,847</u>	<u>1,069,187</u>	<u>1,182,103</u>

Charity	Fixed asset/ Reval Fund	General Fund	Total Funds 2022	Total Funds 2021
	£	£	£	£
Movement for the period				
Balance at start of period	653,155	165,115	818,270	1,050,448
(Deficit)/surplus for the period	(36,561)	130,245	93,684	(12,100)
Transfers	-	-	-	-
Balance at the end of the period	<u>616,594</u>	<u>295,360</u>	<u>911,954</u>	<u>1,038,348</u>
Analysis of assets and liabilities				
Fixed assets and investments	616,594	52	616,646	731,590
Current assets	-	532,848	532,848	409,060
Current liabilities	-	(199,208)	(199,208)	(102,302)
Creditors due after more than one year	-	(38,332)	(38,332)	-
Balance at end of period	<u>616,594</u>	<u>295,360</u>	<u>911,954</u>	<u>1,038,348</u>

The fixed asset fund represents the depreciated fixed asset costs incurred to date, equivalent to the net book value of existing fixed assets. This fund is shown separately to designated funds and 'free reserves' since the total does not consist of liquid funds for the general use of the Charity.

The revaluation reserve fund is required by the Companies Act 2006 and represents the amount by which investments exceed the historical cost. This is included within the fixed asset fund.

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
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18 Unrestricted Funds (Continued)

Group	Fixed asset/ Reval Fund £	General Fund £	Total Funds 2021 £	Total Funds 2020 £
Movement for the period				
Balance at start of period	717,988	185,330	903,318	1,182,103
(Deficit)/surplus for the period	(44,576)	17,010	(27,566)	(278,785)
Transfers	-	(38,333)	(38,333)	-
Balance at the end of the period	<u>673,412</u>	<u>164,007</u>	<u>837,419</u>	<u>903,318</u>

Analysis of assets and liabilities

Fixed assets and investments	673,412	-	673,412	717,988
Current assets	-	500,933	500,933	402,036
Current liabilities	-	(260,260)	(260,260)	(166,706)
Creditors due after more than one year	-	(38,333)	(38,333)	(50,000)
Balance at end of period	<u>673,412</u>	<u>202,340</u>	<u>875,752</u>	<u>903,318</u>

Charity	Fixed asset/ Reval Fund £	General Fund £	Total Funds 2021 £	Total Funds 2020 £
Movement for the period				
Balance at start of period	696,083	262,900	958,983	1,038,348
(Deficit)/surplus for the period	(42,928)	(97,785)	(140,713)	(79,365)
Transfers	-	(38,333)	(38,333)	(50,000)
Balance at the end of the period	<u>653,155</u>	<u>126,782</u>	<u>779,937</u>	<u>908,983</u>

Analysis of assets and liabilities

Fixed assets and investments	653,155	52	653,207	696,135
Current assets	-	384,399	384,399	407,381
Current liabilities	-	(181,003)	(181,003)	(94,533)
Creditors due after more than one year	-	(38,333)	(38,333)	(50,000)
Balance at end of period	<u>653,155</u>	<u>165,115</u>	<u>818,270</u>	<u>958,983</u>

SOUTHPORT FLOWER SHOW
CHARITABLE COMPANY LIMITED BY GUARANTEE
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19 Transactions with Trustees

Expenses

Trustees are only reimbursed for expenses incurred during the year on Flower Show business. The total amount refunded in the year amounted to £nil (2021: £nil).

Remuneration

No (2021: Nil) trustees had an interest in businesses whose services have been used by the Charity during the year. The services have been provided at no greater cost than would have been incurred by using a third party. This arrangement is in line with the Charity's Constitution.

During the year, two trustees received remuneration in respect of additional consultancy services provided to the Charity as a result of an exceptional operational matter (2021: none).

20 Related party transactions

During the year a total of £Nil (2021: £Nil) was paid to companies in which Trustees and parties related to senior management had an interest for services provided to the Charity.

The remuneration payable to Key Management Personnel was £52,082 (2021: £46,890).

21 Company Limited by Guarantee

Southport Flower Show is a charitable company limited by guarantee. Every member of the charitable company undertakes to contribute to the assets of the charitable company in the event of the same being wound up while he is a member of within one year after he ceases to be a member.

This covers payment of debts and liabilities of the charitable company contracted before he ceases to be a member and of the costs, charges and expense of winding up and for the adjustment of the rights of the contributories among themselves, such amount as may be required not exceeding one pound

22 Revaluation Reserve

Within the fixed assets fund is a balance relating to the revaluation reserve. The movement on this reserve may be summarised as follows:

Group and Charity	2022 £	2021 £
Balance at the start of the year	419,296	432,028
Transfer to fixed assets	(17,582)	(12,732)
Balance at end of the year	401,714	419,296

**SOUTHPORT FLOWER SHOW
 CHARITABLE COMPANY LIMITED BY GUARANTEE
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2022**

23 Reconciliation of net movement in funds to cash flow from operating activities

	Total funds 2022 £	Total funds 2021 £
Net movement in funds	193,435	(27,570)
Depreciation	41,478	48,627
Interest income shown in investing activities	(133)	(111)
(Increase)/decrease in debtors	31,870	(54,859)
(Decrease)/increase in creditors	(53,360)	93,557
	<hr/>	<hr/>
Net cash generated by operating activities	213,290	59,644