

Registered number: 01092545
Charity number: 308189

**FOLKESTONE SPORTS CENTRE TRUST
LIMITED**
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

FOLKESTONE SPORTS CENTRE TRUST LIMITED

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FOLKESTONE SPORTS CENTRE TRUST LIMITED

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

Trustees	P Gardner, Trustee G Hibbert, Trustee A Mackie, Trustee L Mayatt, Trustee L Smith, Trustee R Stearn, Trustee (resigned 18 August 2022) D Timmins, Trustee A White, Trustee D Muggridge, Trustee (appointed 15 December 2022, resigned 19 December 2023) L Game, Trustee (appointed 15 December 2022, resigned 21 July 2023)
Company registered number	01092545
Charity registered number	308189
Registered office	Radnor Park Avenue Folkestone Kent CT19 5HX
Independent auditors	Magee Gammon Corporate Limited Henwood House Henwood Ashford Kent TN24 8DH
Bankers	National Westminster Bank PLC Europa House 49 Sandgate Road Folkestone Kent CT20 1RU
Solicitors	Frederic Hall York House 32 Cheriton Road Folkestone Kent CT20 2UR

FOLKESTONE SPORTS CENTRE TRUST LIMITED

**CHAIRMAN'S STATEMENT
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

The chairman presents his statement for the period.

It was agreed to move the Charity's financial year to October – September in order to better compare seasonal trends in line with the Academic Year. Although discussed over the past year, it was agreed that this was the correct time to make that change, as staffing levels and normal operations did not return, post-pandemic, until October 2021 and therefore, going forward, year-on-year comparisons would be more meaningful.

The Charity continues to strive to provide the best mix of sports and leisure, together with the growing need for Health and Well-Being support – with greater need, post-pandemic, than we have ever seen before. The Charity has had to make some very difficult decisions, in reducing the amount of social impact support programmes at a time when greater demands are being placed on fewer available grants.

As with the rest of the world, the last 6 months has been reaching into the unknown. Growth in confident return to exercise and sport, has been in small steps.

Financial strains have impacted greatly on our operations and the Trustees made the decision to enter into loan agreements and (in September 2022) to take an overdraft facility, expected to be in the short term.

It is essential that costs are reduced and to this end energy efficiency is high on the agenda for the coming year, which will also have environmental benefits, which support the agenda of the local authority. The Charity will be seeking every possible means to source the capital required to effect recommended energy efficiency works.

The Trustees have undertaken a complete review of all operations, activities, staffing levels, with the support of an external consultancy, and the way forward, whilst still facing challenges, is looking exciting. The Charity strives for a return to sustainability by mid 2024 and recognizes that there will be many challenges on the way.

The Trustees remain grateful for the work of the management team and staff for their continued determination to maintain services, where sadly, increasingly, other leisure facilities are closing.



L Smith - Chairman
Date:

FOLKESTONE SPORTS CENTRE TRUST LIMITED

TRUSTEES' REPORT FOR THE PERIOD ENDED 30 SEPTEMBER 2022

The Trustees (who are also directors of the Company for the purposes of the company law) present their Annual Report together with the audited financial statements of the Charity for the year from 1 April 2022 to 30 September 2022. The Annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the group and the Company qualify as small under section 383 of the Companies Act 2006, the Group strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

It was agreed by the Trustees and the Charity's Accountants, that it would be beneficial for the purposes of the Charity's annual reporting, to move the Financial Year end to September, being more in line with the seasonal trends of the business and the Academic Year and in order to report on full year periods, since the return to normal operating procedures from October 2022. To this end, these financial statements represent the period from April 2022 – September 2022.

Objectives and activities

a. Policies and objectives

The principal activity of the Charity is to promote, manage, provide or to assist in leisure activities for the instruction in sports, games, recreation or other leisure time activity within or in connection with the area of the District of Folkestone and its neighbourhood.

The Charity, through its Trustees, holds all the share capital of Folkestone Sports Centre Limited, a company originally incorporated to manage and operate a bar and restaurant within the Sports Centre in support of the activities of the Centre and the benefit and enjoyment of the users of the Centre.

The Memorandum of Association requires that all income and property of the Charity be applied towards the promotion and furtherance of the objectives of the Charity and that no portion thereof shall be paid to members by way of dividends or return of capital and no director or Trustee shall be appointed to a salaried office of the Charity and may only receive remuneration for services rendered to the Charity with the prior written consent of the Charity Commission.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Strategies for achieving objectives

The strategy consistently adopted by the Charity to meet its aims and objectives has been the investment in and the maintenance and operation of a sports centre occupying over 10 acres in the Borough of Folkestone. The centre is designed around the provision of swimming and learner pools, a fitness centre, squash courts and a sports hall indoors with tennis, MUGA, skiing, SkyWalk and footgolf being the main outdoor facilities.

The Borough of Folkestone and latterly its successor, Folkestone & Hythe District Council, have regularly assisted the Charity and until 15 January 2005 held one half of the share capital and appointed one half of the authorised directorate. The local authority has regularly provided, and continues to provide an annual grant towards operating costs in addition to capital contributions from time to time to meet specific liabilities.

Under normal circumstances the centre is open on average 358 days per year and in addition to bookings from individuals, the directors have encouraged use by corporate bodies and a network of sporting clubs running within the umbrella of the centre.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

TRUSTEES' REPORT (CONTINUED) FOR THE PERIOD ENDED 30 SEPTEMBER 2022

Objectives and activities (continued)

c. Main activities undertaken to further the Company's purposes for the public benefit

Through the principal activities of the Charity, the Charity aims to support the improvement of the health and well-being of the community, through affordable exercise activities. Working with schools, health professionals, social services and other external agencies, including those who work with adults and young people with learning and physical disabilities, the Charity is able to support those for whom access is prohibitive, either through financial or transport constraints.

The Charity's staff and volunteers work closely with those suffering Mental Health issues and the effects of loneliness, using the power of exercise and the benefits of social interaction, to improve their self-esteem and confidence, empowering them to become more self-sufficient.

The Charity also supports young people and families at risk, who are financially assisted by the NHS to improve their well-being, and works closely with the Youth Offending Team to give alternative behaviour patterns to young people on probation. As with adults within the community, the Charity has been proactive in supporting children through trauma and in particular the anxiety of the transition into Secondary School education and adulthood. The Charity gives free access to those striving to improve their natural ability at sports, and those demonstrating talent and excellence, working towards county, national or international aspirations.

Without the facilities of the Charity, there would be a large proportion of the population of Folkestone and surrounding areas who would not be able to enjoy the sports, fitness and social activities which should be the entitlement of every person. The reduced availability of grants and funding is putting many of those programmes at risk in the coming year.

d. Post Pandemic

The return to activities has been gradual, with an increased amount of anxiety amongst the more mature customers. The period between Christmas 2023 and March 2024 has seen even more rapid growth in both casual and regular users, with the membership database almost back to pre-pandemic levels. There is, however, a massively increased demand upon supported health programmes, which, through financial constraints, are now limited.

e. Hawkinge Community Centre (HCC)

While we are still recovering from Covid restrictions and customers caution, we are starting to benefit from the full program of sport and leisure facilities - the creation of a small Fitness Centre, meeting room and Studio for the benefit of the community and of financial benefit to the Charity, have recently opened and are proving extremely popular with Hawkinge residents and the wider community.

The Centre will be operated under the terms of a lease with Hawkinge Town Council.

Achievements and performance

a. Main achievements of the Company

The Charity continues to evaluate each activity to ensure that the facilities are providing the best activities to meet the community's needs, and that those activities are financially viable to deliver.

The Charity continues to provide health referrals to exercise programs, including cardiac and stroke rehabilitation, supporting those with limited mobility, disability and learning disabilities, often at the expense of the Charity. With the move to more and more Social Impact benefit being required of the third sector. The Charity must look to improve funding support from statutory bodies, in order to continue to achieve the targeted outcomes.

The Charity is working with the PCN and with KCC to identify where Community Health, Wellbeing and Social Care needs are not being met by the statutory bodies, and where the Charity can source funding to enable the continuation of these services. The community would be a poorer place without this vital funding.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

TRUSTEES' REPORT (CONTINUED) FOR THE PERIOD ENDED 30 SEPTEMBER 2022

Achievements and performance (continued)

Financial review

a. Going concern

As a consequence of a variety of economic pressures, most notably the global pandemic, the Charity has seen a significant decline in the use of its facilities in recent years. The overall increase in costs, specifically the increase in gas, electricity, insurance and wages place a massive burden on the costs of operating the Charity whilst customer confidence returns. It is likely that the coming year will be one of the toughest, in relation to income and expenditure, that the Charity has seen for many years.

Having weathered the issues of the past 18 months, there are positive signs that the Charity can continue as a going concern. With the help of external consultants, the Trustees are working with the management team to progress a 'Turnaround Plan' agreed with the Trust's newly appointed Finance Trustee and Trust Manager. Cashflow projections and forecasts along with the continued support of Nat West Bank, Grant Funding and our loyal customer base, indicate a more stable footing by Autumn 2024.

In an effort to reduce costs, a successful renegotiation of insurance premiums has been completed due to a low claims history over the past six years. The Charity has also received a Government Swimming Pool Support Fund Grant, which was recently approved, will permit the first phase of Energy Efficiency work, due to be completed by September 2024, will see savings on energy costs and reduce emissions.

b. Reserves policy

The Charity reserve policy is to hold a level of 5 – 7% of charitable activity expenditure on reserve.

c. Other matters

National Lottery continues to support the Charity's Health and Well Being work and has committed to £50K for a further year up to January 2025, to assist this. The Charity is extremely grateful for the National Lottery's support of our community work.

£200K of the Land Sale Overage payment was required by the Charity Bank, to reduce the amount of borrowing. The Charity's increased energy, insurance, IT and wage cost was supported by the remaining Overage income from the Land Sale and is required to support this increased expenditure over the coming periods.

The Operational and Management staffing levels have been re-structured (March 2023) with a reshuffle of responsibilities – this has enabled the accommodation of a wage increase for NMW and parity of pay increase among other staff with greater qualifications and responsibilities.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

TRUSTEES' REPORT (CONTINUED) FOR THE PERIOD ENDED 30 SEPTEMBER 2022

Structure, governance and management

a. Constitution

Folkestone Sports Centre Trust Limited is a private company, registered under the Companies Act (1092545) and a registered charity (308189) under the Charities Act. It is constituted through its Memorandum and Articles of Association, as amended, dated 25 January 1973.

b. Methods of appointment or election of Trustees

The management of the Group and the Company is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

c. Financial risk management

The Trustees have assessed the major risks to which the Group and the Company are exposed, in particular those related to the operations and finances of the Group and the Company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

Future plans

The challenges of the enforced change in POS and Accounts software are largely resolved and we are confident that the new IT systems will enable improved and timely reporting in the future.

The proposal for cost neutral sale and Energy Efficient New Build of the Well-Being Centre is progressing, which will greatly enhance the Health and Well Being service provision for the community, enabling the Charity to return to providing a vital facility for the community.

Directors' interests

The Directors' interests in shares of the Company are as follows:

Ordinary shares of £1 each	At 30 September 2022	At 31 March 2022
P Gardner	12	12
G Hibbert	11	11
A Mackie	11	11
L Smith	11	11
D Timmins	11	11
L Mayatt	11	11
R Stearm	11	11
A White	11	11

The remaining 11 shares are held by non-director RWR Pocock.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

TRUSTEES' REPORT (CONTINUED) FOR THE PERIOD ENDED 30 SEPTEMBER 2022

Recruitment and appointment of directors

The Directors of the Company are listed.

The following Directors retire by rotation and seek re-election at the Annual General meeting:

Mr Anthony White

Mr Peter Gardner

Mr David Muggridge has resigned as Trustee, but remains as Charity's Accountant.

Mr Greg Timmins is co-opted to the Charity (March 2024) with a view to officially appoint at the AGM.

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the Company for the purposes of company law) are responsible for preparing the Trustees' 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 period. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and the Company and of their incoming resources and application of resources, including their income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the 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 Group and the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditors

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

Auditors

The auditors, Magee Gammon Corporate Limited, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

TRUSTEES' REPORT (CONTINUED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

Approved by order of the members of the board of Trustees on 24 April 2024 and signed on their behalf by:



L Smith

FOLKESTONE SPORTS CENTRE TRUST LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FOLKESTONE SPORTS CENTRE TRUST LIMITED

Opinion

We have audited the financial statements of Folkestone Sports Centre Trust Limited (the 'parent charitable company') and its subsidiaries (the 'group') for the period ended 30 September 2022 which comprise the Consolidated statement of financial activities, the Consolidated balance sheet, the Company balance sheet, the Consolidated statement of cash flows and the related notes, 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, 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 Group's and of the parent charitable company's affairs as at 30 September 2022 and of the Group's incoming resources and application of resources, including its income and expenditure for the period 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 and the Charities Act 2011.

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 Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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 Group's or the parent 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. Although not material, we do draw attention to an uncertainty in respect to the going concern of the Group as identified in the emphasis of matter paragraph below.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FOLKESTONE SPORTS CENTRE TRUST LIMITED (CONTINUED)

Emphasis of matter

We draw attention to note 2.2 in the financial statements, which indicates that the charity has suffered significant losses since the pandemic. As stated in note 2.2, these events or conditions, along with the other matters as set forth in the note 2.2, indicate that an uncertainty exists that may cast doubt on the Group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

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. Our evaluation of the Trustees' assessment of the Group's ability to continue to adopt the going concern basis of accounting included the future plans and cashflows of the Group as well as reviewing correspondence with external consultants and the Group's bank. There is no intention to liquidate the Group or cease the Group from operating. Therefore, the Group has the ability to continue as a going concern and has produced the financial statements on this basis.

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' report thereon. The Trustees 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- the parent charitable company has not kept sufficient accounting records; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, 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 Group's and the parent 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 Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FOLKESTONE SPORTS CENTRE TRUST LIMITED (CONTINUED)

Auditors' responsibilities for the audit of the financial statements

We have been appointed as auditor under the Companies Act 2006 and section 151 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

Based on our understanding of the company, we have considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006. We evaluated management incentives and opportunities for fraudulent manipulation of the financial statements including management override, and considered that the principal risk was related to the posting of inappropriate journal entries to improve the result before tax for the year.

We designed audit procedures to respond to the risk, recognising that 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, misrepresentations or through collusion.

Procedures performed by the audit team included:

- Discussions with management regarding known or suspected instances of non-compliance with laws and regulations;
- Evaluation of controls designed to prevent and detect irregularities; and
- Assessing journal entries as part of our planned audit approach.

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. As in all of our audits we also addressed the risk of management override of internal controls, including testing journals and evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

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 Auditors' report.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF FOLKESTONE SPORTS CENTRE TRUST
LIMITED (CONTINUED)

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees 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 its members, as a body, for our audit work, for this report, or for the opinions we have formed.

MAGEE GAMMON CORPORATE LIMITED

Magee Gammon Corporate Limited

Henwood House
Henwood
Ashford
Kent
TN24 8DH

24 April 2024

Magee Gammon Corporate Limited are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

	Note	Restricted funds period ended 30 September 2022 £	Unrestricted funds period ended 30 September 2022 £	Total funds period ended 30 September 2022 £	Total funds year ended 31 March 2022 £
Income from:					
Donations and legacies	3	176,103	49,835	225,938	398,233
Charitable activities	4	-	568,816	568,816	1,039,293
Other trading activities	5	-	98,928	98,928	82,235
Investments	6	-	2,106	2,106	5,381
Other income	7	-	7,821	7,821	-
Total income		176,103	727,506	903,609	1,525,142
Expenditure on:					
Raising funds		-	120,158	120,158	168,319
Charitable activities	8	8,863	905,089	913,952	1,746,240
Total expenditure		8,863	1,025,247	1,034,110	1,914,559
Net income/(expenditure)		167,240	(297,741)	(130,501)	(389,417)
Transfers between funds	21	(359,608)	359,608	-	-
Net movement in funds		(192,368)	61,867	(130,501)	(389,417)
Reconciliation of funds:					
Total funds brought forward		684,920	147,808	832,628	1,222,045
Net movement in funds		(192,368)	61,867	(130,501)	(389,417)
Total funds carried forward		492,552	209,675	702,227	832,628

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


The notes on pages 18 to 39 form part of these financial statements.

FOLKESTONE SPORTS CENTRE TRUST LIMITED
REGISTERED NUMBER: 01092545

CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2022

	Note	30 September 2022 £	<i>As restated</i> 31 March 2022 £
Fixed assets			
Tangible assets	13	2,114,187	2,154,495
Current assets			
Stocks	15	5,251	5,252
Debtors	16	33,970	37,712
Cash at bank and in hand		25,062	68,975
		64,283	111,939
Creditors: amounts falling due within one year	17	(610,998)	(343,534)
Net current liabilities		(546,715)	(231,595)
Total assets less current liabilities		1,567,472	1,922,900
Creditors: amounts falling due after more than one year	18	(865,345)	(1,090,272)
Total net assets		702,127	832,628
Charity funds			
Restricted funds	21	492,552	684,920
Unrestricted funds	21	209,575	147,708
Total funds		702,127	832,628

The financial statements were approved and authorised for issue by the Trustees on 24 April 2024 and signed on their behalf by:



L Smith

The notes on pages 18 to 39 form part of these financial statements.

FOLKESTONE SPORTS CENTRE TRUST LIMITED
REGISTERED NUMBER: 01092545

COMPANY STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2022

	Note	30 September 2022 £	<i>As restated</i> 31 March 2022 £
Fixed assets			
Tangible assets	13	2,114,188	2,154,495
Investments	14	2	2
		2,114,190	2,154,497
Current assets			
Stocks	15	2,602	2,603
Debtors	16	70,486	82,989
Cash at bank and in hand		2,216	49,105
		75,304	134,697
Creditors: amounts falling due within one year	17	(583,848)	(322,020)
Net current liabilities		(508,544)	(187,323)
Total assets less current liabilities		1,605,646	1,967,174
Creditors: amounts falling due after more than one year	18	(865,345)	(1,090,272)
Net assets excluding pension asset		740,301	876,902
Total net assets		740,301	876,902
Charity funds			
Restricted funds	21	-	684,920
Unrestricted funds			
Share capital	21	100	100
General funds	21	740,201	191,882
Total unrestricted funds	21	740,301	191,982
Total funds		740,301	876,902

The Company's net movement in funds for the period was £(123,487) (2022 - £(344,234)).

The Company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the entity to obtain an audit for the period in question in accordance with section 476 of the Companies Act 2006.

However, an audit is required in accordance with section 151 of the Charities Act 2011.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

**COMPANY STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 30 SEPTEMBER 2022**

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the Trustees on 24 April 2024 and signed on their behalf by:

L Smith 

The notes on pages 18 to 39 form part of these financial statements.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

	period ended 30 September 2022 £	<i>As restated year ended 31 March 2022 £</i>
Cash flows from operating activities		
Net cash used in operating activities	(148,506)	87,534
Cash flows from investing activities		
Proceeds from the sale of tangible fixed assets	17,866	-
Purchase of tangible fixed assets	(21,094)	(278,304)
Prior year adjustment (see note 20)	-	118,084
Net cash used in investing activities	(3,228)	(160,220)
Cash flows from financing activities		
Repayments of borrowing	39,473	14,389
Interest paid	(38,180)	(92,680)
Net cash provided by/(used in) financing activities	1,293	(78,291)
Change in cash and cash equivalents in the period	(150,441)	(150,977)
Cash and cash equivalents at the beginning of the period	68,975	219,952
Cash and cash equivalents at the end of the period	(81,466)	68,975

The notes on pages 18 to 39 form part of these financial statements

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022

1. General information

Folkestone Sports Centre Trust Limited is a private, limited company by shares, incorporated in England and Wales. The company registration number is 01092545.

The registered office address is Radnor Park Avenue, Folkestone, Kent, CT19 5HX.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Folkestone Sports Centre Trust Limited 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.

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the Company and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of financial activities in these financial statements.

2.2 Going concern

An entity is a going concern unless management either intends to liquidate the entity or to cease trading, or has no realistic alternative to do so. The Trustees confirm that at the time of approving the financial statements, there is reasonable expectation that the Charity had adequate resources to continue in operational existence for the foreseeable future. In arriving at this conclusion, the Trustees have taken account of current and anticipated financial performance in the current economic conditions, and the Charity's reserves position. Since the significance of the economic impacts of Covid-19 outbreak have become apparent, the Trustees have reviewed in detail the Charity's position and the appropriate basis on which to prepare the financial statements.

As a consequence of a variety of economic pressures, most notably the global pandemic, the Trustees have had extensive discussions with Nat West Bank. Although there may be an uncertainty that the Charity can be considered to be able to continue as a going concern, this is mitigated with continuing support from Nat West Bank, together with grant funding, exceptional income from an overage agreement and a loyal customer base, the Trustees have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022

2. Accounting policies (continued)

2.3 Income

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 Tangible fixed assets and depreciation

Tangible fixed assets costing £NIL or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, as below.

Depreciation is provided on the following bases:

Freehold land	- Nil
Freehold buildings & improvements	- 2.5% or 10% straight line
Plant and mechanical equipment	- 10% reducing balance
Fixtures, fittings and equipment	- 20% reducing balance

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022

2. Accounting policies (continued)

2.6 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated statement of financial activities.

Investments in subsidiaries are valued at cost less provision for impairment.

2.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.8 Debtors

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

2.9 Cash at bank and in hand

Cash at bank and in hand 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.

2.10 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated statement of financial activities as a finance cost.

2.11 Financial instruments

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.12 Pensions

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the period.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

2. Accounting policies (continued)

2.13 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Group and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

3. Income from donations and legacies

	Restricted funds period ended 30 September 2022 £	Unrestricted funds period ended 30 September 2022 £	Total funds period ended 30 September 2022 £	Total funds year ended 31 March 2022 £
Donations	-	3,659	3,659	26,953
Grants	176,103	45,840	221,943	371,280
Similar incoming resources	-	336	336	-
	<u>176,103</u>	<u>49,835</u>	<u>225,938</u>	<u>398,233</u>
<i>Total 2022</i>	<u>358,271</u>	<u>39,962</u>	<u>398,233</u>	

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

4. Income from charitable activities

	Unrestricted funds period ended 30 September 2022 £	Total funds period ended 30 September 2022 £	<i>Total funds year ended 31 March 2022 £</i>
Admission and membership fees	568,816	568,816	1,039,293
	<u>568,816</u>	<u>568,816</u>	<u>1,039,293</u>
<i>Total 2022</i>	<u>1,039,293</u>	<u>1,039,293</u>	

5. Income from other trading activities

Income from non charitable trading activities

	Unrestricted funds period ended 30 September 2022 £	Total funds period ended 30 September 2022 £	<i>Total funds year ended 31 March 2022 £</i>
Advertising revenue	100	100	30
Turnover of trading subsidiary	98,828	98,828	82,205
	<u>98,928</u>	<u>98,928</u>	<u>82,235</u>
<i>Total 2022</i>	<u>82,235</u>	<u>82,235</u>	

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

6. Investment income

	Unrestricted funds period ended 30 September 2022 £	Total funds period ended 30 September 2022 £	Total funds year ended 31 March 2022 £
Rent received	2,100	2,100	5,370
Interest receivable	6	6	11
	<u>2,106</u>	<u>2,106</u>	<u>5,381</u>
<i>Total 2022</i>	<u>5,381</u>	<u>5,381</u>	

7. Other incoming resources

	Unrestricted funds period ended 30 September 2022 £	Total funds period ended 30 September 2022 £	Total funds year ended 31 March 2022 £
Profit on disposal of asset	7,821	7,821	-
	<u>7,821</u>	<u>7,821</u>	<u>-</u>

8. Analysis of expenditure on charitable activities

Summary by fund type

	Restricted funds period ended 30 September 2022 £	Unrestricted funds period ended 30 September 2022 £	Total period ended 30 September 2022 £	Total year ended 31 March 2022 £
Charitable activities	8,863	905,089	913,952	1,746,240
	<u>8,863</u>	<u>905,089</u>	<u>913,952</u>	<u>1,746,240</u>
<i>Total 2022</i>	<u>21,406</u>	<u>1,724,834</u>	<u>1,746,240</u>	

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

8. Analysis of expenditure on charitable activities (continued)

Summary by fund type (continued)

9. Analysis of expenditure by activities

	Activities undertaken directly period ended 30 September 2022 £	Support costs period ended 30 September 2022 £	Total funds period ended 30 September 2022 £	Total funds year ended 31 March 2022 £
Charitable activities	632,495	281,457	913,952	1,746,240
<i>Total 2022</i>	<u>1,129,822</u>	<u>616,418</u>	<u>1,746,240</u>	

Analysis of direct costs

	Activities period ended 30 September 2022 £	Total funds period ended 30 September 2022 £	Total funds year ended 31 March 2022 £
Wages and salaries	455,832	455,832	740,792
Depreciation	51,358	51,358	103,090
Staff costs	9,666	9,666	-
Light and heat	70,280	70,280	167,032
Cleaning and water rates	26,132	26,132	48,293
Property equipment and repairs and renewals	19,227	19,227	70,615
	<u>632,495</u>	<u>632,495</u>	<u>1,129,822</u>
<i>Total 2022</i>	<u>1,129,822</u>	<u>1,129,822</u>	

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

9. Analysis of expenditure by activities (continued)

Analysis of support costs

	Activities period ended 30 September 2022 £	Total funds period ended 30 September 2022 £	<i>Total funds year ended 31 March 2022 £</i>
Wages & Salaries	38,622	38,622	196,337
Telephones	5,235	5,235	6,994
Printing, postage & stationery	748	748	7,048
Mini bus running costs & travel	1,530	1,530	1,488
Sundry	-	-	310
Staff training	245	245	2,528
Information technology	21,051	21,051	38,032
Bank charges	10,692	10,692	18,504
Insurance	76,092	76,092	102,773
Loan interest	40,085	40,085	92,680
Legal and professional	24,965	24,965	32,055
Non recoverable value added tax	44,907	44,907	96,699
Operating leases	7,460	7,460	8,390
Governance costs	9,825	9,825	12,580
	<u>281,457</u>	<u>281,457</u>	<u>616,418</u>
<i>Total 2022</i>	<u>616,418</u>	<u>616,418</u>	

10. Auditors' remuneration

	period ended 30 September 2022 £	<i>year ended 31 March 2022 £</i>
Fees payable to the Company's auditor for the audit of the Company's annual accounts	<u>8,400</u>	<u>6,600</u>

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

11. Staff costs

	Group period ended 30 September 2022 £	<i>Group year ended 31 March 2022 £</i>	Company period ended 30 September 2022 £	<i>Company year ended 31 March 2022 £</i>
Wages and salaries	519,173	988,084	489,250	937,129
Contribution to defined contribution pension schemes	5,204	-	5,204	-
	<u>524,377</u>	<u>988,084</u>	<u>494,454</u>	<u>937,129</u>

The average number of persons employed by the Company during the period was as follows:

	Group period ended 30 September 2022 No.	<i>Group year ended 31 March 2022 No.</i>	Company period ended 30 September 2022 No.	<i>Company year ended 31 March 2022 No.</i>
Employees	108	108	108	108

The average headcount expressed as full-time equivalents was:

	Group period ended 30 September 2022 No.	<i>Group year ended 31 March 2022 No.</i>	Company period ended 30 September 2022 No.	<i>Company year ended 31 March 2022 No.</i>
Direct charitable	103	103	103	103
Administration	5	5	5	5
	<u>108</u>	<u>108</u>	<u>108</u>	<u>108</u>

No employee received remuneration amounting to more than £60,000 in either year.

The key management personnel of the charity comprise of the Trustees and the Centre Manager. Total employee benefits of key management personnel of the charity amount to £20,025 (March 2022 - £36,270)

12. Trustees' remuneration and expenses

During the period, no Trustees received any remuneration or other benefits (2022 - £NIL).

FOLKESTONE SPORTS CENTRE TRUST LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

12. Trustees' remuneration and expenses (continued)

During the period ended 30 September 2022, no Trustee expenses have been incurred (2022 - £NIL).

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

13. Tangible fixed assets

Group and Company

	Land & Buildings £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Total £
Cost or valuation					
At 1 April 2022	2,958,015	466,538	23,811	753,831	4,202,195
Additions	18,075	3,019	-	-	21,094
Disposals	-	-	(23,811)	-	(23,811)
At 30 September 2022	<u>2,976,090</u>	<u>469,557</u>	<u>-</u>	<u>753,831</u>	<u>4,199,478</u>
Depreciation					
At 1 April 2022	963,686	374,712	13,766	695,536	2,047,700
Charge for the period	40,008	5,519	-	5,830	51,357
On disposals	-	-	(13,766)	-	(13,766)
At 30 September 2022	<u>1,003,694</u>	<u>380,231</u>	<u>-</u>	<u>701,366</u>	<u>2,085,291</u>
Net book value					
At 30 September 2022	<u>1,972,396</u>	<u>89,326</u>	<u>-</u>	<u>52,465</u>	<u>2,114,187</u>
At 31 March 2022	<u>1,994,329</u>	<u>91,826</u>	<u>10,045</u>	<u>58,295</u>	<u>2,154,495</u>

Analysis of net book value of land and buildings:	30 September 2022 £	31 March 2022 £
Land	93,560	93,560
Buildings	<u>1,860,761</u>	<u>1,900,769</u>
	<u>1,954,321</u>	<u>1,994,329</u>

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

14. Fixed asset investments

Company	Investments in subsidiary companies £
Cost or valuation	
At 1 April 2022	2
At 30 September 2022	<u>2</u>
Net book value	
At 30 September 2022	<u>2</u>
At 31 March 2022	<u>2</u>

Principal subsidiaries

The following was a subsidiary undertaking of the Company:

Name	Company number	Registered office or principal place of business	Holding
Folkestone Sport Centre Limited	01533437	The Sports Centre, Radnor Park Avenue, Folkestone, Kent, CT19	100%

The financial results of the subsidiary for the period were:

Name	Income £	Expenditure £	Profit/(Loss) / Surplus/ (Deficit) for the period £
Folkestone Sport Centre Limited	98,828	(92,727)	6,101

The charity through its Trustees, holds 100% of the issued share capital of Folkestone Sports Centre Limited.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

15. Stocks

	Group 30 September 2022 £	<i>Group 31 March 2022 £</i>	Company 30 September 2022 £	<i>Company 31 March 2022 £</i>
Finished goods and goods for resale	5,251	5,252	2,602	2,603

16. Debtors

	Group 30 September 2022 £	<i>Group 31 March 2022 £</i>	Company 30 September 2022 £	<i>Company 31 March 2022 £</i>
Due within one year				
Trade debtors	15,673	18,712	15,672	18,712
Amounts owed by group undertakings	-	-	36,534	45,385
Other debtors	-	1,515	-	1,515
Prepayments and accrued income	18,297	17,485	18,280	17,377
	33,970	37,712	70,486	82,989

17. Creditors: Amounts falling due within one year

	Group 30 September 2022 £	<i>Group As restated 31 March 2022 £</i>	Company 30 September 2022 £	<i>Company As restated 31 March 2022 £</i>
Bank overdrafts	106,528	-	106,528	-
Bank loans	300,400	36,000	300,400	36,000
Trade creditors	101,291	90,380	80,263	73,024
Other taxation and social security	48,734	28,637	46,191	26,819
Other creditors	16,921	14,003	16,921	13,583
Accruals and deferred income	37,124	174,514	33,545	172,594
	610,998	343,534	583,848	322,020

FOLKESTONE SPORTS CENTRE TRUST LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

18. Creditors: Amounts falling due after more than one year

	Group 30 September 2022 £	<i>Group As restated 31 March 2022 £</i>	Company 30 September 2022 £	<i>Company As restated 31 March 2022 £</i>
Bank loans	865,345	<i>1,090,272</i>	865,345	<i>1,090,272</i>

The loans are secured by a charge over the freehold properties owned by the Trust.

19. Financial instruments

	Group 30 September 2022 £	<i>Group 31 March 2022 £</i>	Company 30 September 2022 £	<i>Company 31 March 2022 £</i>
Financial assets				
Financial assets measured at fair value through income and expenditure	25,062	<i>68,975</i>	2,216	<i>49,105</i>

Financial assets measured at fair value through income and expenditure comprise cash in hand and at bank.

20. Prior period adjustments

A prior year adjustment has been recognised to align lease agreements with section 11 of the FRS102 The Financial Reporting Standard Applicable in the UK and the Republic of Ireland. This resulted in an adjustment to the prior year as detailed below:

Tangible Fixed Assets	(£118,084)
Creditors: Amounts Falling Due in One Year	£ 7,873
Creditors: Amounts Falling Due After More Than One Year	£110,211

There was no impact on the income and expenditure position.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

21. Statement of funds

Statement of funds - current period

	Balance at 1 April 2022 £	Income £	Expenditure £	Transfers in/out £	Balance at 30 September 2022 £
Unrestricted funds					
General Funds - all funds	191,882	628,678	(932,520)	359,608	247,648
Share capital	100	-	-	-	100
Reserves	(44,274)	98,828	(92,727)	-	(38,173)
	<u>147,708</u>	<u>727,506</u>	<u>(1,025,247)</u>	<u>359,608</u>	<u>209,575</u>
Restricted funds					
Capital reserve	402,713	-	(5,125)	-	397,588
Sports hall reserve	14,013	-	(429)	-	13,584
Disability project reserve	32,551	-	(2,047)	-	30,504
Sensory garden	6,668	-	(110)	-	6,558
Sensory pool reserve	1,673	-	(83)	-	1,590
Changing rooms	33,761	-	(479)	-	33,282
Forest school reserve	3,872	-	(22)	-	3,850
Sports hall lighting reserve	577	-	(568)	-	9
Fit together reserve	63,944	1,824	-	(65,768)	-
Reconnect leisure grant	-	9,279	-	(9,279)	-
Post COVID business consultancy	-	10,500	-	(10,500)	-
HCC Capital works reserve	40,534	-	-	(40,447)	87
Outdoor activity reserve	65,343	-	-	(65,343)	-
Walking netball	400	-	-	(400)	-
Training	2,000	-	-	-	2,000
Toning heater	12,296	-	-	(12,296)	-
HAF grant	4,575	-	-	(4,575)	-
Folkestone Sports Centre project	-	150,000	-	(150,000)	-
Covid-19 safe re-opening	-	1,000	-	(1,000)	-
KCC expanding facility grant	-	3,500	-	-	3,500
	<u>684,920</u>	<u>176,103</u>	<u>(8,863)</u>	<u>(359,608)</u>	<u>492,552</u>
Total of funds	<u><u>832,628</u></u>	<u><u>903,609</u></u>	<u><u>(1,034,110)</u></u>	<u><u>-</u></u>	<u><u>702,127</u></u>

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

21. Statement of funds (continued)

Statement of funds - prior period

	Balance at 1 April 2021 £	As restated Income £	Expenditure £	As restated Transfers in/out £	Balance at 31 March 2022 £
Unrestricted funds					
General Funds - all funds	586,841	1,227,240	(1,772,199)	150,000	191,882
Share capital	100	-	-	-	100
Reserves	(12,951)	89,631	(120,954)	-	(44,274)
	<u>573,990</u>	<u>1,316,871</u>	<u>(1,893,153)</u>	<u>150,000</u>	<u>147,708</u>
Restricted funds					
Capital reserve	412,964	-	(10,251)	-	402,713
Sports hall reserve	14,984	-	(971)	-	14,013
Disability project reserve	36,713	-	(4,162)	-	32,551
Sensory garden	6,889	-	(221)	-	6,668
Sensory pool reserve	1,858	-	(185)	-	1,673
Changing rooms	34,718	-	(957)	-	33,761
Forest school reserve	3,922	-	(50)	-	3,872
Sports hall lighting reserve	1,838	-	(1,261)	-	577
Fit together reserve	67,292	-	(3,348)	-	63,944
HCC Capital works reserve	1,534	39,000	-	-	40,534
Outdoor activity reserve	65,343	-	-	-	65,343
Walking netball	-	400	-	-	400
Training	-	2,000	-	-	2,000
Toning heater	-	12,296	-	-	12,296
HAF grant	-	4,575	-	-	4,575
Folkestone Sports Centre project	-	150,000	-	(150,000)	-
	<u>648,055</u>	<u>208,271</u>	<u>(21,406)</u>	<u>(150,000)</u>	<u>684,920</u>
Total of funds	<u>1,222,045</u>	<u>1,525,142</u>	<u>(1,914,559)</u>	<u>-</u>	<u>832,628</u>

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 SEPTEMBER 2022

21. Statement of funds (continued)

The transfers between funds represent the capitalisation of assets or depreciation charges where appropriate.

Capital reserve – Donations and grants received by the Trust for general capital expenditure.

Sports hall reserve – A grant was awarded to the Centre to cover the costs of specific capital purchases relating to the refurbishment of the sports hall. The expenditure in the accounts relates to annual depreciation on these items.

Disability project reserve – Funding was awarded to the Trust by Kent County Council and the MOD to allow the installation of facilities and new access to the Centre for use by both physically disabled individuals and the general public. The balance of funds comprises capital expenditure that is being written off over the expected useful life of the relevant assets.

Sensory garden reserve – Donations were received for the construction of a sensory garden in the Centre's grounds, which was completed in 2016/17. The expenditure in the accounts relates to annual depreciation on the items.

Sensory pool reserve – Funding was awarded by Kent County Council to refurbish the small swimming pool into a multi-use fun and sensory pool for the use of young children's swimming lessons, and for people with learning and physical disabilities. The expenditure in the accounts relates to annual depreciation on the items.

Changing room reserve – Funding was awarded by Shepway District Council to replace the swimming pool changing rooms. The balance of funds comprises capital expenditure that is being written off over the expected useful life of the items.

Forest school reserve – Funding was awarded to assist with the creation of a Forest School area within the sports centre grounds, for use by the public both as a relief for various conditions including stress and to provide educational facilities.

Sports hall lighting reserve - Funding awarded to the Charity to aid in the lighting of the sports hall. The fund expenditure relates to annual depreciation on the items. The fund expenditure relates to annual depreciation on these items.

Fit together reserve - Grants received from the Big Lottery Fund and KCC to help give more support and increase activities available for those who are suffering from loneliness or social isolation. The costs for this project have been completely suffered by the general fund. The transfer in the period is a reimbursement of these costs on the completion of the project.

Hawkinge Community Centre works reserve – These funds represent amounts received as part of a wider project to make changes to Hawkinge Community Centre, including the repurpose of existing structures to make more use of the facilities. The project is still ongoing at the balance sheet date.

Outdoor activity reserve – Funds were raised through the sale of land at Radnor Park, and under the covenant, funds were to be used to improve site facilities. The money was used to build the new Skywalk facility and improve the Ski Slope facilities. These funds have been fully expended on the completion of the project by the balance sheet date.

Walking netball - Amounts received for the Over 50's netball activity, which was fully expended on equipment in the period under review.

Training - This was an amount received in respect to the training of lifeguards. At the balance sheet date this has not yet been fully expended.

Toning heater - The charity received a grant for the upgrade of the boiler and heating system of the Well-Being Centre. These funds have been fully expended on the completion of the project by the balance sheet date.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

21. Statement of funds (continued)

HAF grant - Funds received from Kent County Council to enable children to take part in sporting activities during the holidays. These funds were fully expended through running a Children's Holiday Club in the period under review.

Folkestone Sports Centre project - This is a grant received from The District Council of Folkestone and Hythe for the running and maintenance costs of the swimming pool, to allow the community access to the swimming pool at affordable prices and facilitate swimming lessons. The grant also supports the maintenance of the community facility to support the broader public health agenda. The funds received were fully expended completing the project by the balance sheet date.

Covid-19 Safe Re-opening - This grant was to assist with the access to activities for young people post the COVID pandemic. This was fully expended by the balance sheet date.

Expanding Hawking Community Centre - A grant was received from Kent County Council in the period under review to expand the gym facilities in Hawkinge Community Centre. These funds were not yet expended at the balance sheet date.

22. Summary of funds

Summary of funds - current period

	Balance at 1 April 2022 £	Income £	Expenditure £	Transfers in/out £	Balance at 30 September 2022 £
General funds	147,708	727,506	(1,025,247)	359,608	209,575
Restricted funds	684,920	176,103	(8,863)	(359,608)	492,552
	<u>832,628</u>	<u>903,609</u>	<u>(1,034,110)</u>	<u>-</u>	<u>702,127</u>

Summary of funds - prior period

	Balance at 1 April 2021 £	As restated Income £	Expenditure £	As restated Transfers in/out £	Balance at 31 March 2022 £
General funds	573,990	1,316,871	(1,893,153)	150,000	147,708
Restricted funds	648,055	208,271	(21,406)	(150,000)	684,920
	<u>1,222,045</u>	<u>1,525,142</u>	<u>(1,914,559)</u>	<u>-</u>	<u>832,628</u>

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

23. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Restricted funds 30 September 2022 £	Unrestricted funds 30 September 2022 £	Total funds 30 September 2022 £
Tangible fixed assets	486,965	1,627,222	2,114,187
Current assets	5,587	58,696	64,283
Creditors due within one year	-	(610,998)	(610,998)
Creditors due in more than one year	-	(865,345)	(865,345)
Total	492,552	209,575	702,127

Analysis of net assets between funds - prior period

	Restricted funds 31 March 2022 £	Unrestricted funds 31 March 2022 £	Total funds 31 March 2022 £
Tangible fixed assets	612,602	1,541,893	2,154,495
Current assets	72,318	39,621	111,939
Creditors due within one year	-	(343,534)	(343,534)
Creditors due in more than one year	-	(1,090,272)	(1,090,272)
Total	684,920	147,708	832,628

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

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

	Group period ended 30 September 2022 £	<i>Group As restated year ended 31 March 2022 £</i>
Net expenditure for the period (as per Statement of Financial Activities)	(130,501)	(389,417)
Adjustments for:		
Depreciation charges	51,357	116,210
Loss/(profit) on the sale of fixed assets	(7,821)	-
Decrease/(increase) in stocks	1	(127)
Decrease in debtors	3,742	38,467
Increase/(decrease) in creditors	(103,464)	229,721
Interest paid	38,180	92,680
Net cash provided by/(used in) operating activities	(148,506)	87,534

25. Analysis of cash and cash equivalents

	Group 30 September 2022 £	<i>Group 31 March 2022 £</i>
Cash in hand	25,062	68,975
Overdraft facility repayable on demand	(106,529)	-
Total cash and cash equivalents	(81,467)	68,975

FOLKESTONE SPORTS CENTRE TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022

26. Analysis of changes in net debt

	At 1 April 2022	Cash flows	At 30 September 2022
	£	£	£
Cash at bank and in hand	68,975	(43,913)	25,062
Bank overdrafts repayable on demand	-	(106,528)	(106,528)
Debt due within 1 year	(36,000)	(264,400)	(300,400)
Debt due after 1 year	(1,090,272)	224,927	(865,345)
	<u>(1,057,297)</u>	<u>(189,914)</u>	<u>(1,247,211)</u>

27. Pension commitments

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £5,463 (March 2022 - £7,717)

28. Operating lease commitments

At 30 September 2022 the Group and the Company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	Group	Group	Company	Company
	30 September 2022	As restated 31 March 2022	30 September 2022	As restated 31 March 2022
	£	£	£	£
Not later than 1 year	33,134	36,629	33,134	36,129
Later than 1 year and not later than 5 years	90,601	97,889	90,601	97,889
	<u>123,735</u>	<u>134,518</u>	<u>123,735</u>	<u>134,018</u>

29. Related party transactions

The Charity has not entered into any related party transaction during the period, nor are there any outstanding balances owing between related parties and the Charity at 30 September 2022.

FOLKESTONE SPORTS CENTRE TRUST LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

30. Post balance sheet events

On 11 November 2022, the Trust received confirmation of entitlement to payments under an overage agreement relating to the sale of land during the financial year ended 31 March 2021.

The total amount due to the Trust is £1m, payable in instalments in November and December 2022 and January 2023. The first payment of £200,000 was received by the Trust on 25 November 2022, and the final payment of £348,341 was received on the 16 June 2023. These amounts were used to pay outstanding creditors and operating expenses.

