

**REPORT OF THE DIRECTORS AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022
FOR
COMMUNITY LEISURE UK**

Gibson Booth Limited
Statutory Auditor
12 Victoria Road
Barnsley
South Yorkshire
S70 2BB

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

	Page
Company Information	1
Report of the Directors	3
Report of the Independent Auditors	5
Income Statement	9
Balance Sheet	10
Notes to the Financial Statements	11
Detailed Profit and Loss Account	16

COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2022

DIRECTORS:

Mr M Sesnan
Mr P J Rumbelow
Mr A S Robertson
Mr S M Rolfe
Mr K D Masser
Mr A Bain
Mr S Ward
Mr W Smyth
Mr C Porter
Mr M D Guyton
Ms H C Stuart
Ms D M Heaton

SECRETARY:

Mr M Sesnan

REGISTERED OFFICE:

Middlegate House
The Royal Arsenal
London
SE18 6SX

REGISTERED NUMBER:

05932294

AUDITORS:

Gibson Booth Limited
Statutory Auditor
12 Victoria Road
Barnsley
South Yorkshire
S70 2BB

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2022**

The directors present their report with the financial statements of the company for the year ended 31 March 2022.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of a membership association representing cultural and leisure trusts and social enterprises throughout the UK.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2021 to the date of this report.

Mr M Sesnan
Mr A S Robertson
Mr S M Rolfe
Mr K D Masser
Mr A Bain
Mr S Ward
Mr W Smyth

Other changes in directors holding office are as follows:

Mr P J Rumbelow - appointed 24 November 2021
Ms M Mayne - resigned 21 March 2022
Mr S Lockwood - resigned 24 November 2021
Mr A I Brown - resigned 7 July 2021
Ms E Hutchinson - resigned 1 January 2022
Mr C Porter - appointed 7 July 2021
Mr M D Guyton - appointed 7 July 2021
Ms H C Stuart - appointed 1 January 2022
Ms D M Heaton - appointed 21 March 2022

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2022**

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors 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 company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

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

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

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

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

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

ON BEHALF OF THE BOARD:



Mr M Sesnan - Director

22 November 2022

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF COMMUNITY LEISURE UK

Opinion

We have audited the financial statements of Community Leisure UK (the 'company') for the year ended 31 March 2022 which comprise the Income Statement, Balance Sheet and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, 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 Auditors' 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.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF COMMUNITY LEISURE UK

Other information

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

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

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of 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 from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page four, 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 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.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF COMMUNITY LEISURE UK

Auditors' responsibilities for the audit of the financial statements

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

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

We gained an understanding of the legal and regulatory framework applicable to the company and the industry in which it operates, and considered the risk of acts by the company that were contrary to applicable laws and regulations, including fraud. We design audit procedures to respond to the risk, recognizing 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 or intentional misrepresentations, or through collusion.

We focussed on laws and regulations which could give rise to a material misstatement in the financial statements, including, but not limited to the Companies Act 2006 and UK tax legislation. Our tests included agreeing the financial statement disclosures to underlying supporting documentation and enquiries with management. 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. We did not identify any key audit matters relating to irregularities, including fraud. As in all 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 Report of the Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
COMMUNITY LEISURE UK**

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 a Report of the Auditors 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.

Scott Mell FCA (Senior Statutory Auditor)
for and on behalf of Gibson Booth Limited
Statutory Auditor
12 Victoria Road
Barnsley
South Yorkshire
S70 2BB

Date:

**INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	31.3.22 £	31.3.21 £
TURNOVER		294,609	443,538
Administrative expenses		(247,986)	(329,369)
OPERATING PROFIT		46,623	114,169
Interest receivable and similar income		26	506
PROFIT BEFORE TAXATION		46,649	114,675
Tax on profit	4	(5)	(96)
PROFIT FOR THE FINANCIAL YEAR		46,644	114,579

The notes form part of these financial statements

BALANCE SHEET
31 MARCH 2022

	Notes	31.3.22 £	£	31.3.21 £	£
FIXED ASSETS					
Tangible assets	5		1,533		365
CURRENT ASSETS					
Debtors	6	20,356		21,255	
Cash at bank		395,372		331,651	
		<u>415,728</u>		<u>352,906</u>	
CREDITORS					
Amounts falling due within one year	7	120,788		103,442	
		<u>120,788</u>		<u>103,442</u>	
NET CURRENT ASSETS			<u>294,940</u>		<u>249,464</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>296,473</u>		<u>249,829</u>
RESERVES					
Retained earnings			<u>296,473</u>		<u>249,829</u>
			<u>296,473</u>		<u>249,829</u>

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

The financial statements were approved and authorised for issue by the Board of Directors and authorised for issue on 22 November 2022 and were signed on its behalf by:



Mr M Sesnan - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

1. STATUTORY INFORMATION

Community Leisure UK is a private company, limited by guarantee, registered in the United Kingdom. The company's registered number and registered office address can be found on the Company information page. The liability of members is limited to £1 each. As at 31 March 2022 the company had 12 members (2021 - 12 members).

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest pound.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

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

Preparation of consolidated financial statements

The financial statements contain information about Community Leisure UK as an individual company and do not contain consolidated financial information as the parent of a group. The company is exempt under Section 399(2A) of the Companies Act 2006 from the requirements to prepare consolidated financial statements.

Significant judgements and estimates

No judgement have been made in the process of applying the below accounting policies that have had the most significant effect on amounts recognised in the financial statements.

There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Turnover

Turnover shown in the profit and loss account represents membership fees invoiced during the year and sponsorship income receivable during the year, exclusive of Value Added Tax. Other income relates to recharged meeting expenses.

Membership income is accounted for on an accruals basis and recognised in the period to which it relates.

Sponsorship income is accounted for on an accruals basis and recognised in the period to which it relates.

Meeting income is recognised when a meeting expense occurs and is recharged.

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022**

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each assets over its estimated useful life.

Fixtures and fittings - 33% on cost

Computer equipment - 33% on cost

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 5 (2021 - 6).

4. TAXATION

As a membership organisation, the profit and loss arising from Community Leisure UK's membership activities are outside the scope of corporation tax. Profits and losses arising from non-membership activities and income from its investments is subject to corporation tax.

Corporation tax arising on the company's investment income is:

	31.03.22	31.03.21
	£	£
Bank interest payable	26	506
	<u> </u>	<u> </u>
Corporation tax arising at 19%	5	96
	<u> </u>	<u> </u>

There is no deferred tax recognised in respect of any timing differences that have originated but not reversed at the balance sheet date.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

5. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 April 2021	1,633	4,604	6,237
Additions	-	1,685	1,685
	<hr/>	<hr/>	<hr/>
At 31 March 2022	1,633	6,289	7,922
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 April 2021	1,633	4,239	5,872
Charge for year	-	517	517
	<hr/>	<hr/>	<hr/>
At 31 March 2022	1,633	4,756	6,389
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 31 March 2022	-	1,533	1,533
	<hr/>	<hr/>	<hr/>
At 31 March 2021	-	365	365
	<hr/>	<hr/>	<hr/>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.22	31.3.21
	£	£
Trade debtors	14,606	13,918
Other debtors	2,420	2,518
Prepayments and accrued income	3,330	4,819
	<hr/>	<hr/>
	20,356	21,255
	<hr/>	<hr/>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.22	31.3.21
	£	£
Trade creditors	1,519	2,362
Corporation tax	5	96
Social security and other taxes	3,504	3,237
VAT	3,805	3,914
Other creditors	1,339	912
Accruals and deferred income	110,616	92,921
	<hr/>	<hr/>
	120,788	103,442
	<hr/>	<hr/>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2022

8. RELATED PARTY DISCLOSURES

The directors are senior officials employed by members of Community Leisure UK and receive no remuneration for their role as directors (2021 - nil).

All travel and subsistence costs incurred by the directors in attendance at board meetings are reimbursed, this includes:

	31.03.22 £	31.03.21 £
Mr P Rumbelow	<u>50</u>	<u>-</u>

Allowances

During the year the following amounts were paid as an allowance for time spent on behalf of the company to the following directors:

	31.03.22 £	31.03.21 £
Mr P Rumbelow	1,500	-
Mr S Lockwood	<u>10,833</u>	<u>-</u>
	<u>12,333</u>	<u>-</u>

DETAILED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2022

	31.3.22		31.3.21	
	£	£	£	£
Turnover				
Membership income	198,483		195,735	
Sponsorship income	82,150		95,584	
Other income	13,976		152,219	
		294,609		443,538
Establishment costs				
Use of office space	15,842		13,056	
Insurance	1,728		1,666	
		17,570		14,722
		277,039		428,816
Administrative expenses				
Wages	135,510		151,633	
Social security	12,822		15,089	
Pensions	11,716		11,345	
Printing, stationery and postage	5,345		14,341	
IT costs	8,162		5,178	
Governance costs	1,978		2,101	
Meeting expenses	25,939		18,951	
Subscriptions	1,436		2,712	
Consultancy	5,425		66,732	
Sundry expenses	7,946		3,706	
Legal and professional fees	9,036		14,900	
Auditors' remuneration	4,500		4,500	
Depreciation of tangible fixed assets	517		713	
		230,332		311,901
		46,707		116,915
Finance costs				
Bank charges	84		96	
Bad debts written off	-		2,650	
		84		2,746
Carried forward		46,623		114,169

This page does not form part of the statutory financial statements

DETAILED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2022

	31.3.22	31.3.21
	£	£
Brought forward	46,623	114,169
Finance income		
Bank interest receivable	26	506
NET PROFIT	<u>46,649</u>	<u>114,675</u>