



# Belper Leisure Centre Ltd

(a charitable company limited by guarantee)  
and subsidiary company

## Annual Report and Consolidated Financial Statements

Year ended: 31 March 2020

Registered Charity No. 1129019  
Registered Company No. 06848040

**Belper Leisure Centre Limited**  
(a charitable company limited by guarantee)  
**and subsidiary company**

**Annual Report and Group Financial Statements**

**Year ended: 31 March 2020**

**Registered Charity No. 1129019**  
**Registered Company No. 06848040**

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**BELPER LEISURE CENTRE LIMITED**  
**(a charitable company limited by guarantee)**

**Annual Report for the year ended 31 March 2020**

The trustees, who are also directors, are pleased to present their report and group accounts for the year ended 31 March 2020. This report combines the charity trustees' annual report and the directors' annual report as required by company law.

**Constitution**

By virtue of the Memorandum and Articles of Association dated 12 March 2009 the Charity is known as 'Belper Leisure Centre Limited'.

**Registered Charity Number:**

1129019

**Registered Company Number:**

06848040

**Registered Office and Principal Office:**

John O'Gaunts Way  
Kilbourne Road  
Belper  
Derbyshire DE56 0DA

**All Correspondence to:**

Mr Neil Malenior  
Chief Executive Officer  
Belper Leisure Centre  
John O'Gaunts Way  
Kilbourne Road  
Belper  
Derbyshire DE56 0DA

**Auditors:**

C J Lucking & Co  
34 Cross Street, Long Eaton, Nottingham NG10 1HD

**Bankers:**

Handelsbanken  
4 Pinnacle Way, Pride Park, Derby DE24 8ZS

**Solicitors:**

Flint Bishop  
St Michael's Court, St Michael's Lane, Derby DE1 3HQ

**BELPER LEISURE CENTRE LIMITED**  
**(a charitable company limited by guarantee)**

**Annual Report for the year ended 31 March 2020 (continued)**

**Members, Directors and Officers serving during the year and since the year end were as follows:**

**Members:**

The Governing Body of Belper School  
Nominated member representative: Mrs R Hatchett

Derbyshire County Council  
Nominated member representative: Councillor D Taylor

Independent members:  
Mr A Evans  
Mr S A Holliday  
Mr B Murphy  
Miss H Burton

Nominated Chair: Mr A Evans

**Directors and Trustees:**  
Mr A Evans  
Mr B Murphy  
Mr S A Holliday  
Miss H Burton  
Mrs M Wesson  
Councillor P Makin

Governing Body of Belper School  
Nominated Director: Mrs M Wesson

Derbyshire County Council  
Nominated Director: Councillor P Makin

**Officers:**

**Chief Executive Officer:** Mr N Malenoir

**Company Secretary:** Mr L Rose MBE  
(retired 31 July 2019)  
Mr A Bosley

**Finance Manager:** Mr A Bosley

**BELPER LEISURE CENTRE LIMITED**  
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**Annual Report for the year ended 31 March 2020 (continued)**

**Principal Activity**

The principal activity of the charitable company and its subsidiary company is the provision of facilities for swimming and other educational, sporting and recreational activities for schools and the local community.

**Structure, Governance and Management**

Belper Leisure Centre Limited is a company limited by guarantee, incorporated in England, and a registered charity governed by the Memorandum and Articles of Association dated 12 March 2009.

The Company was formed following a Charity Commission Review Visit during September 2006, when it was confirmed that a fundamental review of the governance of the Charity was required. The Trust subsequently met with all of the requirements of the Review and commenced operations as a charitable company limited by guarantee in April 2009.

**Appointment of Directors**

Belper School and Derbyshire County Council each have the right, while they are members of the Charity, to appoint one nominee Director to the board. Other Directors can be appointed by the members at a general meeting or by the Directors. If a person is appointed by the Directors that person must retire at the next general meeting of members and stand for re-election if they wish.

**Director Induction and Training**

With the assistance of the Charity's legal advisers and the Company Secretary, newly appointed Directors are advised of their responsibilities and duties as Directors of a Charitable Company registered under the Companies Act 2006. Newly appointed Directors are also given a breakdown of the activities of the Charity by the Chief Executive Officer of the Company. Ongoing advice and guidance is provided by the Company's legal advisers.

**Organisation**

The Board of Directors is made up of one nominated Director from each of the Corporate Members and four independent Directors, who effectively administer the Charity. The Board undertook to meet approximately every twelve weeks.

The Chief Executive Officer of the Charity continues to be responsible for all day-to-day operations. In order to facilitate this responsibility, the Chief Executive Officer has delegated authority, within approved parameters, for all operational matters including finance, employment and Charity related activities.

The Chief Executive Officer's remuneration is based on a post carrying similar all-round responsibility for the overall management and development of an organisation within the private sector. Other senior posts are based on similar private/public sector positions in conjunction with added responsibilities conducive to an independent charitable company.

**BELPER LEISURE CENTRE LIMITED**  
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**Annual Report for the year ended 31 March 2020 (continued)**

**Organisation (continued)**

During the year the following organisations provided the Charity with professional assistance:

Legal services were provided by Flint Bishop Solicitors. Personnel services were provided by a Personnel Officer operating with consultancy support from Flint Bishop Solicitors.

The Charity commissioned a statutory audit during the year that was undertaken by C J Lucking & Co.

**Related Parties**

The Charity continued to operate under a formal Service Level Agreement with Derbyshire Health for the delivery of referral care for residents of Amber Valley (figures relating to this activity are contained within this report).

Amber Valley Borough Council (AVBC) continued to provide a grant for community leisure to the company under a 'Contract for Services' arrangement. Similarly, the company maintained a 'Contract for Services' with Derbyshire County Council (for the provision of swimming pool time for Area School Swimming Lessons) and worked towards a Service Level Agreement with Belper School for Physical Education and examination provision.

In respect of the above arrangements a summary of the financial transactions with these organisations is contained within the accounts.

A Trading Company, Belper Sports Centre Services Limited continued to operate the licensed bar, catering and vending services, on behalf of the Charity. The Trading Company was granted a 'Licence to Occupy' by the Charity and any profits that arise are gift aided to the Charity. The activities of both companies have been consolidated in these accounts.

**Organisation Structure**

The Charity is controlled by the Board of Directors.

**Risk Management**

The Charity recognised that risks arise from operational, non-operational, financial and non-financial risks areas and undertook to mitigate such by way of a comprehensive Risk Management process.

In respect of this the Charity undertook to ensure that all risks as known and understood, in relation to the activities of the Charity, were mitigated by appropriate management systems, practices and procedures. Reviews continued to be undertaken annually or as required on an ongoing basis.

It is to be considered that the focus on risk has continued to ensure better forward planning and has determined a much greater emphasis on service standards, operational policies and procedures.

**BELPER LEISURE CENTRE LIMITED**  
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**Annual Report for the year ended 31 March 2020 (continued)**

**Objects and Activities**

The Charity's Objects continued as being:

*To provide, or assist in the provision of, facilities for education (including but not limited to satisfying the National Curriculum, examination and extra curriculum needs) of Belper School and local schools (including without limitation primary schools and secondary schools); and*

*To provide or assist in the provision of facilities in the interests of social welfare for recreation or other leisure time education of persons who have need of such facilities by reason of their youth, age, infirmity or disablement, poverty or social and economic circumstances with the object of improving their conditions of life.*

*The Charity shall ensure that both objects are pursued with equal importance.*

To this end the Charity continued to:

- Provide Physical Education and Swimming facilities to Belper School and Area Primary Schools.
- Maintain a close working relationship with the Belper School (shared campus).
- Offer a varied range of activities for people of all ages, regardless of background or ability.
- Work actively with Partner organisations.
- Provide a leisure discount card facility for residents and non-residents.
- Provide customers with a wide range of club and casual sports/leisure facilities and a varied social programme of events.
- Assist clubs in the provision of junior activities.
- Actively develop facilities for purposes of access and equality.
- Provide a comprehensive Junior and Senior Learn to Swim Programme.
- Provide customers with a varied social programme of leisure activities.
- Lobby customers through a Customer Comments scheme and User Surveys.
- Provide a range of sports development on behalf of AVBC.

**Strategic report**

In determining the Charity's strategic aims and activities the Trustees have had regard to the Charity Commission's guidance on public benefit. The Charity's facilities enabled three key areas of activity for the public benefit to be undertaken; education, community and social, however the Charity's primary purpose continued to provide for two key areas of activity which were educational and community leisure. The third area of activity, *social*, is in the main administered by the Trading Company on behalf of the Charity.

The education programme primarily involved Belper School, who hold a formal Service Level Agreement (SLA) with the Charity for the provision of PE/examination facilities. The SLA specifies the facilities available and the times covered, scope of use, appeals and arbitration process, prime contacts and monitoring and charging agreements. Further, the Charity continued to work closely with the School on a number of operational issues including Safeguarding and a 'Campus Agreement' that will, it is anticipated become a formal part of the SLA that is currently being reviewed with the School.

**BELPER LEISURE CENTRE LIMITED**  
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**Annual Report for the year ended 31 March 2020 (continued)**

**Strategic report (continued)**

The Charity also held an SLA with Derbyshire County Council to provide a swimming facility for area primary schools. Throughout the 2019/20 financial year the Charity provided educational swim facilities to a number of Derbyshire Area Primary Schools.

Community leisure was undertaken in two ways:

- By way of a Service Level Agreement with AVBC.
- By way of both casual and structured activity programmes.

The SLA with AVBC set out, with the exception of the specified hours of usage, the same level of undertaking to that of the SLA held with Belper School.

The Charity operated both casual and structured activity programmes aimed at providing the community with a variety of leisure activities. To this end a number of Clubs providing specific activities to the public include a variety of Martial Arts, badminton, basketball, volleyball, cricket, competitive swimming, canoeing, netball, jogging and triathlon operated from the premises. Additionally, sports development programmes, managed by the AVBC Sports Development Unit, were provided at the Centre. The Charity produced a quarterly report 'Healthy Lifestyle and Key Performance Indicators' for AVBC.

**Achievements and Performance**

**BLC 3G Football Turf Pitch Football Development Plan April 2019 – March 2020**

As part of the 5-Year Football Development Plan we continued with the football development programme which strategically targeted all aspects of the local community to help improve participation levels.

The programme included a structured pathway of initiatives and programmes which catered for a wide range of the community in terms of age groups, genders, and inclusivity.

**The Objectives:**

In line with the FA's National Game Strategy and Derbyshire County FA's Strategy:

- Growth and Retention
- Raising Standards
- Better Players
- Running the Game
- Workforce Development
- Facilities



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**Annual Report for the year ended 31 March 2020 (continued)**

**Achievements and Performance (continued)**

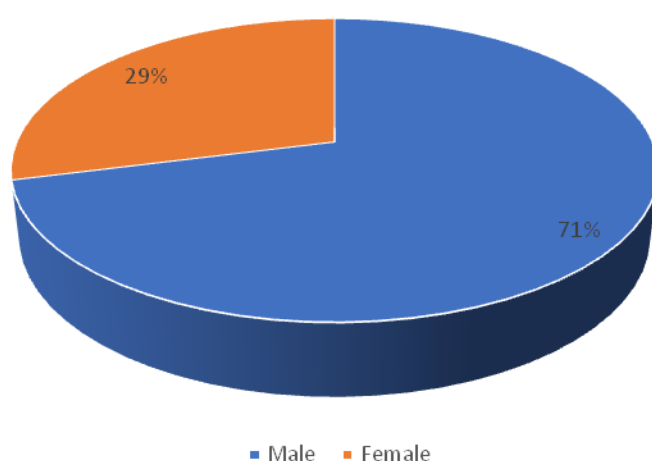
**BLC 3G Football Turf Pitch Football Development Plan April 2019 – March 2020 (continued)**

**Belper Sports Football Club**

As part of the operational development of the 3G FTP, the Charity aligned the Football Development Plan with Belper Sports FC. This was done in order to combine the joint considerations and proposals for developing the worth of the 3G FTP along with furthering the aims and aspirations of Belper Sports FC. To this end it is considered that the joint development process will help to further the aims of local schools, clubs and community groups who wish to become involved at playing, coaching or administering the game.

Belper Leisure Centre is the training hub for the Club during the period September to March.

Belper Sports Usage (Male v Female)



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**Annual Report for the year ended 31 March 2020 (continued)**

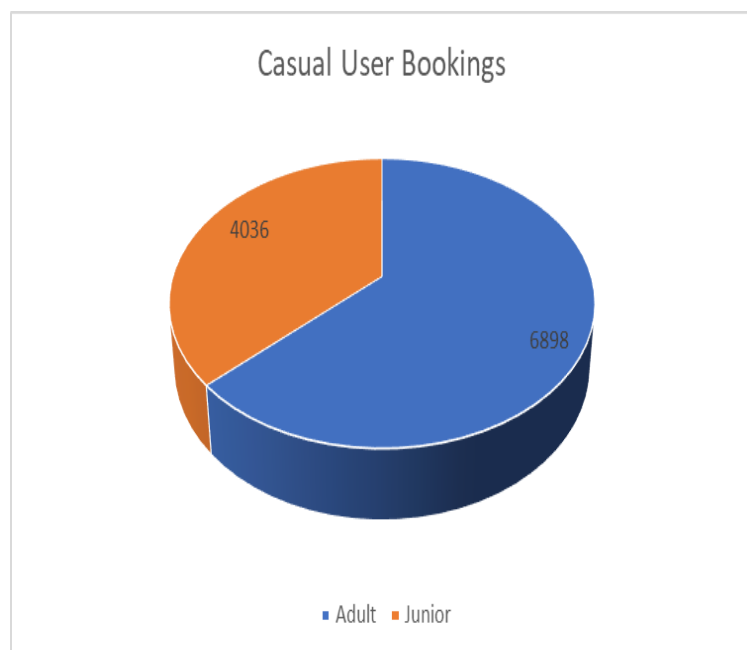
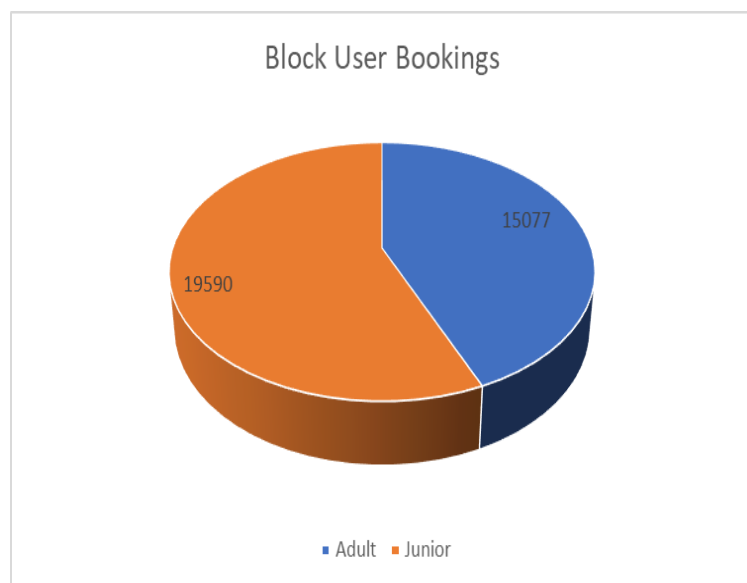
**Achievements and Performance (continued)**

**BLC 3G Football Turf Pitch Football Development Plan April 2019 – March 2020**  
**(continued)**

**Community usage of the 3G Pitch**

**Adult/Junior Usage:**

Bargate Rovers FC  
Belper Sports FC  
Belper Sports FC Academy  
Belper Sports Ladies FC  
Belper Town Academy (NPLFA)  
Belper Town Ladies FC  
Belper United FC  
Belper United Juniors  
Codnor Boys  
DCCT Talent Identification Programme  
DCCT Ability Counts Club  
Derby Athletic  
Furniss 5v5  
Holbrook St Michaels  
Holbrook St Michaels Juniors  
Howarth  
Loscoe AFC  
Millhouse 5v5  
Pottery Players  
Soccersixes  
Spencer 5v5 and 7v7  
St John's Dads  
Truckers



Over the course of the 12-month period, 45,601 block booking and casual booking users have used the 3G facility. Junior usage of the facility slightly outweighs that of adult users (Juniors 23,626; Adults 21,975). Block booking users are up 20.5% on the previous year's usage (34,667 2019-20; 28,765 2018-19).

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**Annual Report for the year ended 31 March 2020 (continued)**

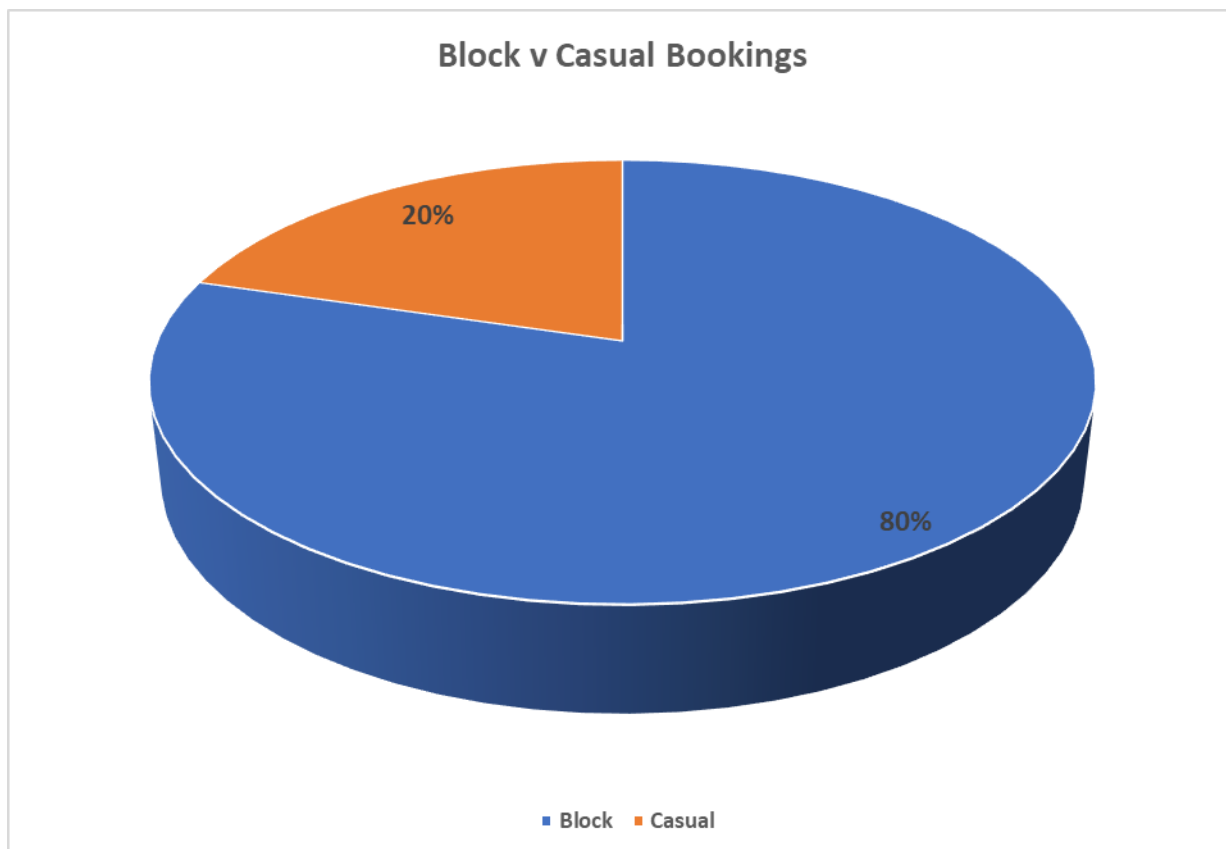
**Achievements and Performance (continued)**

**BLC 3G Football Turf Pitch Football Development Plan April 2019 – March 2020 (continued)**

**Peak Season use:**

During peak months of September to March the 3G pitch is operating at full capacity between 18:00 – 21:00 with a small number of available slots between 17:00 – 18:00 and 21:00 – 22:00. Available daytime usage is between 10:00 – 12:00 which is fulfilled by one Belper Town Academy squad three times a week. Weekend usage has increased with the addition of more block bookings, regular two-hour match bookings from Belper Sports FC on Sundays and frequent Derbyshire FA Coach Education courses.

During a typical booking period in the peak period of September to March, most bookings are block booked during this period.



The 3G pitch is open 87 hours per week. During the peak season (September to March), the pitch is utilised on average 40 hours per week.

**BELPER LEISURE CENTRE LIMITED**  
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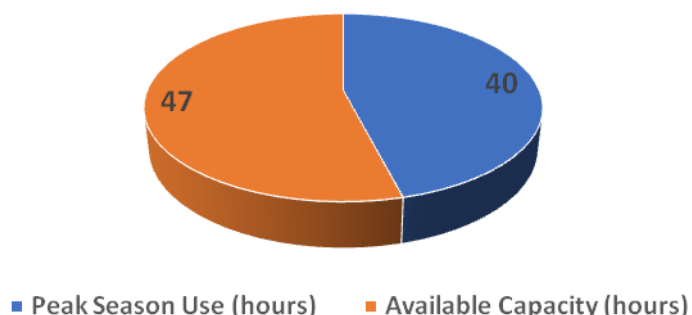
**Annual Report for the year ended 31 March 2020 (continued)**

**Achievements and Performance (continued)**

**BLC 3G Football Turf Pitch Football Development Plan April 2019 – March 2020 (continued)**

**Peak Season use: (continued)**

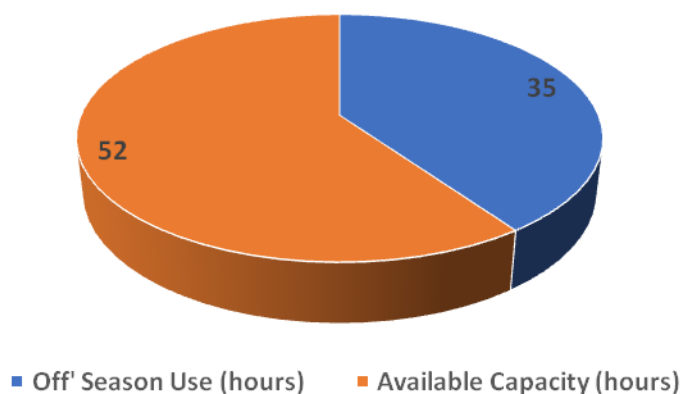
**Peak Season Capacity and Usage**



**Off-season use:**

There is a decrease in pitch usage throughout the summer months in terms of block bookings due to the break in the football season. During the summer months and holiday periods our usage changes to camps, training days and festivals. The primary usage during this period is by the Derby County Community Trust (DCCT) holiday camps which run during the school holidays from 9:00 – 15:00. Other usage is by organisations such as DCCT Talent Identification Programme (TIPs) events which run from 10:00 – 16:00, Walking Football Festivals 10:00 – 13:00, Belper Sports FC Football Festivals 10:00 – 14:00 and FA Coach Education training events. Despite most block bookings breaking for the summer we still manage to maintain a programme of usage through these events and holiday camps.

**'Off' Season Capacity and Usage**



**BELPER LEISURE CENTRE LIMITED**  
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**Annual Report for the year ended 31 March 2020 (continued)**

**Access and Equality**

As outlined in the previous section the 3G Football Turf Pitch (FTP) 15,077 adults and 19,590 junior visits were made in block/contract bookings during the year. Casual bookings accounted for a further 6,898 adults and 4,036 juniors and junior events/courses accounted for a further 1,862 participants.

With regards to access and equality a vibrant stroke club operated from the premises weekly. Palms Health and Fitness Suite continued to host regular visits from the Whitemoor Centre, which is an accommodation centre for persons with mental and physical handicaps and throughout the year provided the Whitemoor Centre with a highly regarded exercise and social benefits programme (figures given below).

Despite the 2003 capital programme having provided a number of facilities that had added a certain level of *value plus* to a number of customers with disabilities, it was generally accepted that there was still a lot of building development required in order to ensure access and equality to all. The Charity initially became IFI (Inclusive Fitness Initiative) accredited during 2014.

The Charity's health and fitness suite continued to be used strongly by the community. The provision of this facility continued to ensure that specific health and fitness based community leisure time was available for 195.5 hours per week (99 hours in the fitness suite and 96.5 hours in the health suite). The health and fitness package option continued to operate steadily throughout 2019/2020, contributing significantly to the income of the Charity.

The Charity continued to operate in accordance with the accreditation received from the Fitness Industry Award (UK Active) and the Institute of Professional Lifeguards (NPQL). In addition the Charity was again successful in being accredited with the Quest Award during August 2019.

The Charity's objective relating to education provided physical education facilities for approximately 1,350 of the 1,500 students of Belper School, which once again amounted to approximately 52,650 visits throughout the year from Belper School, along with 1,950 after school activity visits. Additionally, the Charity continued to provide Area Schools with swimming facilities on a weekly basis throughout the academic year, amounting to approximately 5,293 visits throughout the year. Pottery School, which operates outside of the Area Schools system had 1,680 visits.

Further to this a key, but unwritten objective of the Charity is to ensure that both children and adults have the facilities available to be taught how to swim. In respect of this, the Charity managed an excellent learn to swim programme 'Splash Academy', which catered for junior and adult customers from the age of three in group lessons. The 'Splash Academy' programme provided a comprehensive learn to swim programme (31,116 individual spaces) throughout the year with 20,086 spaces being taken by children/adults learning to swim.

Additionally, a one to one teaching facility also accommodated 1,121 juniors and adults, effectively providing personal training for children and adults with specific needs or those lacking the confidence to commence their formal swimming training within a larger group.

**BELPER LEISURE CENTRE LIMITED**  
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**Annual Report for the year ended 31 March 2020 (continued)**

**Access and Equality (continued)**

Beyond the 'Splash Academy' programme the Charity provided facilities for the successful 'Belper Marlin' Swimming Club, which accommodated competitive swimming training for approximately 15,576 adults and juniors throughout the year. During the year Ripley Rascals started to train at the Centre training 1,144 junior swimmers. Alternatively, those customers wishing to take part in water based activity other than swimming were able to join in with the Viking Venture Canoe Club on a weekly basis with 728 taking part.

Casual swimming sessions enabled 3,907 under 16's and 1,573 over 60's to swim throughout the year. The Oasis Swimming Pass in conjunction with the Palms swimming pass continued to offer cost reductions and 18,391 swims were enjoyed as a result of these schemes. Additionally, 6,159 visits were made to adult casual swimming sessions and 1,839 children/adults took part in organised wacky water sessions. Parent and Toddler sessions attracted 125 attendances, pool exercise classes attracted 485 customers and 87 customers used the shower facilities.

The Charity provided a comprehensive range of casual dry side activities including badminton, squash, 5v5 football (excluding 3G FTP), volleyball, basketball and table tennis for 12,280 customers. Indoor walking football attracted 313 visits.

Additionally the Charity made facilities available to a number of dry-side clubs including four Martial Arts clubs, enabling adult and junior customers to practice Kick Boxing, Tae Kwon Do and Ju-Jitsu. Other clubs utilising the Charity's indoor facilities throughout the year included football, netball, badminton, dodgeball and volleyball. The combined customer throughput for these clubs throughout the year was approximately 13,060.

Extraordinary programmed sport e.g. martial art grading, scout activities, AVBC School Sport partnership, new classroom etc., attracted 3,035 customers.

The Charity continued with the pre-school club Gymkids which accommodated approximately 1,590 children with introductory Gymnastics training.

Children's parties (including pool) continued to be in demand with 65 parties booked throughout the year with 800 children enjoying a variety of party activities with their friends.

The Charity's Holiday Fun Club attracted 775 children during school holiday periods throughout the year.

Community activities such as Antique Fayres, Blood Donor sessions, Car Boot Sales, Nearly New Sales, wrestling, Club presentation evenings and private parties attracted 10,408 customers.

In addition to the basic provision of community leisure/sporting activities the Charity provided a formal structure of exercise for children by way of the 'Club Fitness' activity sessions. Club Fitness operated on a weekly basis and 6,835\* children attended during the year. Palms staff also managed specific training sessions for 6<sup>th</sup> Form 'A' Level PE Students from Belper School wishing to specialise in Physical Education. (\*Includes all Club Fitness activities e.g. classes and swimming)

**BELPER LEISURE CENTRE LIMITED**  
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**Annual Report for the year ended 31 March 2020 (continued)**

**Access and Equality (continued)**

The Charity continued to operate in partnership with Derbyshire County NHS (formerly Amber Valley PCT) to provide formal GP referral sessions and post GP referral sessions both of which accommodate a wide range of need and ability. Approximately 2,728\* visits were made from these sessions with referral customers attending both formal sessions and related classes/activities. (\*Includes all Derbyshire Health referral activities)

As well as providing specialist sessions for GP Referrals the Charity also provided specialist activity sessions for the Whitemoor Centre enabling approximately 159 visits from customers with mental or physical handicaps to take part in supervised physical activity sessions. Disability football sessions accommodated 97 attendances to daytime sessions and was coached by Derbyshire County Community Trust. The sessions concluded in September.

The Fitness Studio continued to operate well. This had the effect of improving the Palms membership figures by virtue of increased numbers of classes available. Fitness class figures for the year totalled 18,140. Staff usage accounted for 39 visits.

Palms Health and Fitness Suite hosted 65,300 individual visits contributing significantly to the objectives of the Charity. Casual visits to Palms totalled 310. The sunshower attracted 540 visits and the soundwave therapy chair 167 customers.

Please note that whilst the above figures that total 315,491 visits, provide a basis for the activities undertaken in operational areas, they do not make provision for any viewing activities i.e. parents viewing swimming lessons or activities on the 3G pitch. Therefore, the overall estimation of total footfall for the year would be in excess of 327,000 visits.

**Community Leisure – Amber Valley Borough Council (Sports Development)**

During 2019/20 the Charity assisted Amber Valley Borough Council (AVBC) in meeting community targets for Sports Development. The general requirements of the Sports Development programme focused on the following areas:

- Inactive adults with a disability
- Inactive children with a disability
- Inactive older people
- Inactive families identified as obese, or at risk of becoming obese
- Those previously engaged in sport but now inactive but wishing to “return” to physical activity

The activities were well received throughout the year. AVBC commenced a two year Community grant facility with the Company to provide community leisure until the conclusion of the 2020/21 Financial Year. It is understood that discussions for the continuation of grant funding will commence during the latter part of 2020.

**Financial Review**

The principal funding sources of the Company are the users of the facilities in general e.g., main hall activities, clubs, fitness suite memberships and casual use, the swimming pool and associated recreational, club and teaching activities and the external 3G FTP football facility. Amber Valley Borough Council pays a grant for community leisure, Belper School pays to use a range of facilities and Derbyshire County Council pays for area school swimming sessions. The combined use of these facilities supports the objectives of the charity as it assists in the education and improved health of the local community.

**BELPER LEISURE CENTRE LIMITED**  
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**Annual Report for the year ended 31 March 2020 (continued)**

**Financial Review (continued)**

Net expenditure for the year was £143,000 against a budgeted projection of £111,000 of net expenditure. The major reason for the difference between the budgeted performance and the actual performance was that actual costs incurred were higher than budgeted costs by £105,000 but actual income received was higher than budgeted income by £73,000. This resulted in a net increase in deficit of £32,000. A further explanation detailing the key variances is given below.

During the year the pension deficit has decreased by £331,000 to £255,000, which is a significant reduction. However, this follows the increase of £234,000 in the liability that occurred during the previous financial year. The company continues to pay the recommended amounts in order to reduce the deficit over a reasonable timescale. Consequently the deficit is only having a limited impact on the financial position of the company.

**Key Areas of Income and Expenditure**

The group had income of £1,284,000 during the year and the cost of running the leisure centre was £1,427,000.

The following are more detailed observations on income and expenditure:

- Employee related costs showed a favourable variance to budget of £3,058.
- Building and maintenance costs showed an adverse variance to budget of £13,750.
- Supplies and services costs showed an adverse variance to budget of £7,373.
- Support services costs showed an adverse variance to budget of £2,040.
- Income from the fitness suite showed a favourable variance of £7,733.
- Income from the pool showed an adverse variance of £9,226.
- Receipts from the trading company including gift aided profits were lower than the budget by £4,221 and amounted to £15,779.
- The income from football related activities increased from £89,747 to £105,372 and exceeded the budget amount by £10,372. This again emphasizes the success, and importance, of the 3G Football Turf Pitch that was completed in 2015.
- Financial support (grants and fees) from Belper School, Derbyshire County Council and Amber Valley Borough Council was in line with the budgeted amount and showed an increase on the previous year of £2,469 to £229,274.

**Principal risks and uncertainties**

Because of the Coronavirus pandemic the leisure centre had to close from the end of March 2020 until 3<sup>rd</sup> August 2020. Since then the centre has been able to provide most of its usual facilities in compliance with government/governing bodies guidance. There is inevitably uncertainty as to the future performance of the charity as restrictions to control the spread of the virus cannot be reliably predicted.

The ability of the charity to continue operating at the levels reported is also dependent on Membership income, continued financial support from Amber Valley Borough Council, Derbyshire County Council and Belper School and sixth Form Centre. If this support reduced, the company would have to redefine available time and activities to maximise income and keep costs under control.



**BELPER LEISURE CENTRE LIMITED**  
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**Annual Report for the year ended 31 March 2020 (continued)**

**Principal risks and uncertainties (continued)**

45% of the income of the trust is generated by the Health and Fitness Suite and hence any social or other changes which reduced usage of these facilities would have a significant impact on the income of the charity. The company endeavours to keep the fitness equipment available to users as up-to-date as possible to encourage continued use of the facilities.

The charity could face unforeseen expenditure if it becomes necessary to carry out unexpected repairs to the buildings or the swimming pool. Not only could such repairs prove to be very expensive, they could also involve closure of some of the facilities whilst the work was carried out. To manage such risks, the company reviews the ongoing maintenance of the buildings and the pool on a regular basis.

**Belper Sports Centre Services Limited**

The trading subsidiary of the Charity continued to support the charitable objectives of the group by providing a social environment within the centre.

**Business Review and Reserves Policy**

Reserves amount to £5.685m before deducting the pension reserve. £5.492m of these reserves are represented by the land and buildings and the 3G Football Turf Pitch. Consequently, these reserves could only be realised by selling the assets from which the company operates.

The remaining reserves of £193,000 are being held to finance working capital and any major repair to the assets of the charity including the possible temporary closure of some of the facilities. This sum includes restricted income funds that would be repayable to the Football Foundation if the Centre ceased to provide continued usage of the 3G Football Turf Pitch.

The cash reserves held at the end of the year are in line with the current reserves policy of the trustees which is based on the cash requirements of the Charity.

**Future plans and objectives**

In the long term the trustees (directors) of the Charity plan to continue to develop and maintain the facilities available for the educational and community purpose for which it was established. In the short term the Charity is endeavouring to minimise costs and maximise income while following Government guidance regarding the coronavirus pandemic. No further significant facility capital additions are considered likely to be undertaken in the medium-term future. However, the Charity will look to continue to improve the current facilities and customer service options to maintain/develop current income bases. The trustees do not see the Company deviating from the main charitable objectives as established in 1998.

**Grant Making Policy**

The Charity continued to operate a Sports Development Policy, which enabled a reduction in the fees and charges of Clubs/Organisations using the facilities with a large percentage of junior users.

**Fund raising**

All group income is generated from the provision of sporting and similar facilities or from the bar and catering facilities operated by the trading subsidiary company. The group does not seek charitable donations from the general public or engage any third party to do so.

**BELPER LEISURE CENTRE LIMITED**  
**(a charitable company limited by guarantee)**

**Annual Report for the year ended 31 March 2020 (continued)**

**Statement as to Disclosure of Information to Auditors**

The directors of the company who held office at the date of approval of this annual report confirm that:

- So far as they are aware, there is no relevant audit information, information needed by the company's auditors in connection with preparing their report, of which the company's auditors are unaware, and
- They have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This report was approved by the Board on 14th October 2020 and signed on its behalf by:

Signed: .....

A Evans      Director and Trustee

**Belper Leisure Centre Limited and subsidiary company**

**Consolidated Statement of Financial Activities for the year ended 31 March 2020**  
**Incorporating an Income and Expenditure Account**

		Unrestricted Funds 2020 £'000	Restricted Funds 2020 £'000	Total 2020 £'000	Unrestricted Funds 2019 £'000	Restricted Funds 2019 £'000	Total 2019 £'000
	Notes						
<b>Income and endowments from:</b>							
Charitable activities	2	1,187	-	1,187	1,165	-	1,165
Other trading activities	3	97	-	97	98	-	98
<b>Total income</b>		<b>1,284</b>	<b>-</b>	<b>1,284</b>	<b>1,263</b>	<b>-</b>	<b>1,263</b>
<b>Expenditure on:</b>							
Raising funds	4	95	-	95	93	-	93
Charitable activities	5	1,312	20	1,332	1,299	20	1,319
<b>Total expenditure</b>		<b>1,407</b>	<b>20</b>	<b>1,427</b>	<b>1,392</b>	<b>20</b>	<b>1,412</b>
<b>Net Expenditure</b>		<b>(123)</b>	<b>(20)</b>	<b>(143)</b>	<b>(129)</b>	<b>(20)</b>	<b>(149)</b>
<b>Transfers between funds</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other Recognised Gains and Losses</b>							
Actuarial gains/(losses) on defined benefit pension scheme	15	374	-	374	(208)	-	(208)
<b>Net Movement in Funds</b>		<b>251</b>	<b>(20)</b>	<b>231</b>	<b>(337)</b>	<b>(20)</b>	<b>(357)</b>
<b>Reconciliation of funds:</b>							
Total funds brought forward at 1 April 2019		4,995	204	5,199	5,332	244	5,556
<b>Total funds carried forward at 31 March 2020</b>	13	<b>5,246</b>	<b>184</b>	<b>5,430</b>	<b>4,995</b>	<b>204</b>	<b>5,199</b>

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

# Belper Leisure Centre Limited and subsidiary company

## Consolidated Balance Sheet as at 31 March 2020

	Notes	2020 £'000	2019 £'000
<b>Fixed Assets</b>			
Tangible Assets	8	5,547	5,669
		<u>5,547</u>	<u>5,669</u>
<b>Current Assets</b>			
Stocks	9	7	7
Debtors	10	9	11
Cash at Bank and in Hand		<u>397</u>	<u>421</u>
		413	439
Creditors: Amounts Falling Due within One Year	11	<u>(91)</u>	<u>(139)</u>
<b>Net Current Assets</b>		<u>322</u>	<u>300</u>
<b>Total Assets Less Current Liabilities</b>		5,869	5,969
<b>Creditors: Amounts Falling Due After More Than One Year</b>	12	<u>(184)</u>	<u>(184)</u>
<b>Net Assets excluding Pension Liability</b>		<u>5,685</u>	<u>5,785</u>
<b>Provision for Liabilities</b>			
Defined Benefit Pension Scheme Liability	15	<u>(255)</u>	<u>(586)</u>
<b>Net Assets including Pension Liability</b>		<u><u>5,430</u></u>	<u><u>5,199</u></u>
<b>Funds</b>			
Unrestricted Income Funds	13	1,415	1,397
Revaluation Reserve	13	4,086	4,184
Unrestricted Income Funds excluding Pension Liability		<u>5,501</u>	<u>5,581</u>
Pension Reserve	13	<u>(255)</u>	<u>(586)</u>
Restricted Income Funds	13	184	204
Total Charity Funds		<u><u>5,430</u></u>	<u><u>5,199</u></u>

Approved on 14<sup>th</sup> October 2020 and signed on behalf of the Trustees

Signed.....  
A Evans - Director and Trustee

# Belper Leisure Centre Limited

## Company Balance Sheet as at 31 March 2020

	Notes	2020 £'000	2019 £'000
<b>Fixed Assets</b>			
Tangible Assets	8	5,547	5,669
		<u>5,547</u>	<u>5,669</u>
<b>Current Assets</b>			
Stocks	9	1	1
Debtors	10	28	13
Cash at Bank and in Hand		378	413
		<u>407</u>	<u>427</u>
Creditors: Amounts Falling Due within One Year	11	<u>(85)</u>	<u>(127)</u>
<b>Net Current Assets</b>		<u>322</u>	<u>300</u>
<b>Total Assets Less Current Liabilities</b>		<b>5,869</b>	5,969
Creditors: Amounts Falling Due After More Than One Year	12	<u>(184)</u>	<u>(184)</u>
<b>Net Assets excluding Pension Liability</b>		<u>5,685</u>	<u>5,785</u>
<b>Provision for Liabilities and Charges</b>			
Defined Benefit Pension Scheme Liability	15	<u>(255)</u>	<u>(586)</u>
<b>Net Assets including Pension Liability</b>		<u><u>5,430</u></u>	<u><u>5,199</u></u>
<b>Funds</b>			
Unrestricted Income Funds	13	1,415	1,397
Revaluation Reserve	13	4,086	4,184
Unrestricted Income Funds excluding Pension Liability		<u>5,501</u>	<u>5,581</u>
Pension Reserve	13	<u>(255)</u>	<u>(586)</u>
Restricted Income Funds	13	184	204
Total Charity Funds		<u><u>5,430</u></u>	<u><u>5,199</u></u>

Approved on 14<sup>th</sup> October 2020 and signed on behalf of the Trustees

Signed.....  
A Evans - Director and Trustee

**Belper Leisure Centre Limited and subsidiary company**

**Consolidated Statement of Cash Flows for the year ended 31 March 2020**

	<b>2020</b>	<b>2019</b>
	<b>£'000</b>	<b>£'000</b>
<b>Cash flows from operating activities:</b>		
Net cash provided by operating activities	9	31
	<hr/>	<hr/>
<b>Cash flows from investing activities:</b>		
Purchase of property, plant and equipment	(6)	-
Net cash used in investing activities	(6)	-
	<hr/>	<hr/>
<b>Cash flows from financing activities:</b>		
Repayments of borrowing	(27)	(27)
Cash inflows from new borrowing	-	-
Net cash provided by/(used in) financing activities	(27)	(27)
	<hr/>	<hr/>
Change in cash and cash equivalents in the year	(24)	4
Cash and cash equivalents at the beginning of the year	421	417
	<hr/>	<hr/>
Cash and cash equivalents at the end of the year	397	421
	<hr/>	<hr/>
<b>Reconciliation of net income/(expenditure) to net cash flow from operating activities</b>		
	<b>2020</b>	<b>2019</b>
	<b>£'000</b>	<b>£'000</b>
Net expenditure for the year (as per the statement of financial activities)	(143)	(149)
Adjustments for:		
Depreciation charges	128	144
Decrease in stocks	-	1
Decrease in debtors	2	8
(Decrease)/Increase in creditors	(21)	1
Increase in pension liability excluding actuarial changes	43	26
<b>Net cash provided by operating activities</b>	<hr/> 9 <hr/>	<hr/> 31 <hr/>
<b>Analysis of cash and cash equivalents</b>		
	<b>2020</b>	<b>2019</b>
	<b>£'000</b>	<b>£'000</b>
Cash at bank	397	421
Total cash and cash equivalents	<hr/> 397 <hr/>	<hr/> 421 <hr/>

## **Belper Leisure Centre Limited and subsidiary company**

### **Notes to the Accounts for the year ended 31 March 2020**

#### **1 Accounting Policies**

##### **General Principles**

The accounts have been prepared in accordance with Financial Reporting Standard 102, the Charities Statement of Recommended Practice (FRS 102) and the Companies Act 2006. The accounts are prepared under the historical cost convention as modified for the revaluation of certain fixed assets. The charity is a public benefit entity. The accounts have been prepared on a going concern basis and there are no material uncertainties about the charity's ability to continue. The accounts have been prepared in sterling, which is the functional currency of the entity. Amounts have been rounded to the nearest £1,000.

##### **Consolidated Accounts**

The results of Belper Sports Centre Services Limited, a wholly owned subsidiary, have been consolidated on a line by line basis in the Statement of Financial Activities and Consolidated Balance Sheet. No income and expenditure account of the charity has been presented as permitted by the Companies Act 2006.

##### **Company Status**

Belper Leisure Centre Limited is limited by guarantee and a registered charity registered in England. Its registered office is at John O'Gaunts Way, Kilbourne Road, Belper, Derbyshire DE56 0DA. The guarantors are Derbyshire County Council and the Governing Body of Belper School. The liability in respect of the guarantee, as set out in the memorandum, is limited to £1 per member of the company. The charity has availed itself of Paragraph 3 (3) of Schedule 4 of the Companies Act and adapted the Companies Act formats to reflect the special nature of the company's activities.

Belper Sports Centre Services Limited has a share capital of two shares which are under the control of Belper Leisure Centre Limited under its memorandum and articles of association.

##### **Fixed Assets**

The freehold property shown in the balance sheet was valued at 31 March 2011 in accordance with the Statements of Asset Valuation Practice and Guidance Notes published by the Royal Institution of Chartered Surveyors. On the transition to the FRS102 accounting standard at 1 April 2014 the directors decided to treat this valuation as the "deemed cost" of the buildings for future accounting purposes, as permitted by FRS102. This deemed cost of the leisure centre building is being depreciated on a straight line basis over the estimated life of the building. Impairment reviews are carried out on an annual basis.

Plant and equipment is stated at cost less accumulated depreciation.

Capital expenditure over £10,000 is capitalised. Amounts below this are treated as revenue expenditure.

##### **Leased Assets**

Assets obtained under finance leases are capitalised as tangible fixed assets and depreciated over the lease term or over their useful economic lives if shorter. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors, net of the finance charge allocated to future periods. The finance element of the rental payment is recognised in the Statement of Financial Activities so as to produce a constant periodic rate of interest on the remaining balance of the liability.

## **Belper Leisure Centre Limited and subsidiary company**

### **Notes to the Accounts for the year ended 31 March 2020 (continued)**

#### **1 Accounting Policies (continued)**

##### **Depreciation**

Depreciation is provided on fixed assets at rates calculated to write off their cost or valuation, less their estimated residual value, over their expected useful lives on the following bases:

Freehold land	No depreciation is charged
Freehold buildings	2% straight line
Pitch complex	10% straight line
Plant and equipment	10% - 20% straight line

##### **Stocks**

Stocks are stated at the lower of cost and net realisable value.

##### **Superannuation**

Staff previously employed by AVBC, who were transferred to the Trust upon its formation and then to the Company under the Transfer of Undertakings (Protection of Employment) Regulations 1981, retained their existing pension rights and service under the Derbyshire County Council (DCC) Pension Fund. The Company makes contributions in respect of the staff that are contracted out of the SERPS scheme and into the DCC funded scheme.

##### **Income Recognition**

Income receivable under user agreements is recognised when it is due. Fees and charges for the use of the leisure centre are recognised net of VAT on the earlier of the date an invoice is issued or payment is received. Membership fees received for the use of the fitness suite are recognised over the period for which the membership relates.

All sums received for the provision of sporting and leisure facilities are treated as charitable income. Amounts received by the charity's trading subsidiary are treated as other trading income.

##### **Analysis of Expenditure**

The resources expended by the Company have been analysed based upon the nature of the activities undertaken.

The expenditure on raising funds are staff costs, goods for resale and premises related expenditure incurred by the trading company.

All other expenditure by the Company is in respect of charitable activities as they relate to the provision of sporting and leisure facilities.

Pension costs represent the current service cost as determined by the scheme actuary in accordance with FRS 102.

Irrecoverable VAT on revenue expenditure is treated as an expense in the period to which it relates. Irrecoverable VAT on capital expenditure is capitalised.

##### **Creditors and provisions**

Creditors and provisions are recognised where the company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.



## Belper Leisure Centre Limited and subsidiary company

### Notes to the Accounts for the year ended 31 March 2020 (continued)

#### 2 Incoming resources from charitable activities

	2020 £'000	2019 £'000
Swimming pool	198	211
Health & Fitness Suite	555	543
Other indoor and outdoor facilities	205	184
Non-specific income from AVBC	80	80
Non-specific income from members	149	147
<b>Total</b>	<b>1,187</b>	<b>1,165</b>

The income receivable from the members is towards activities in furtherance of the objects of the charity.

As at 31 March 2020, user agreements were in place between the Company and Belper School, the Company and Derbyshire County Council, and the Company and Amber Valley Borough Council. The level of usage and timing of payments is covered in the agreements.

The level of members' support was as follows:

	2020 £'000	2019 £'000
Belper School	134	132
Derbyshire County Council	15	15
<b>Total</b>	<b>149</b>	<b>147</b>

#### 3 Other trading activities

	2020 £'000	2019 £'000
Bar and café income of trading subsidiary	97	98
<b>Total</b>	<b>97</b>	<b>98</b>

#### 4 Resources expended – Raising funds

	2020 £'000	2019 £'000
Bar and café cost of sales	50	49
Bar and café staffing costs	23	21
Bar and café premises costs	8	11
Bar and café other costs	14	12
<b>Total</b>	<b>95</b>	<b>93</b>

# Belper Leisure Centre Limited and subsidiary company

## Notes to the Accounts for the year ended 31 March 2020 (continued)

### 5 Resources expended – Charitable activities

	Direct Charitable Expenditure £'000	Support costs £'000	Total 2020 £'000	Total 2019 £'000
Staffing Costs	632	83	715	700
Premises Related Costs	249	-	249	228
Other Running Expenses	184	-	184	195
Depreciation – Owned Assets	128	-	128	142
Depreciation – Leased Assets	-	-	-	2
Interest Payable	8	-	8	9
Governance costs	-	34	34	34
Net Interest on Pension Scheme Liabilities	14	-	14	9
<b>Total</b>	<b>1,215</b>	<b>117</b>	<b>1,332</b>	<b>1,319</b>

### 6 Net Expenditure for the year

	2020 £'000	2019 £'000
This is stated after charging/(crediting):		
Depreciation	128	144
Auditors remuneration (excluding VAT):		
Audit	10	10
Other services	-	-

### 7 Staff Costs

	2020 £'000	2019 £'000
Salaries	588	604
Employer's National Insurance Contributions	36	29
Employer's Pension Contributions (see note 15)	102	84
Other costs	12	4
<b>Total</b>	<b>738</b>	<b>721</b>

The average number of employees during the year was 69. Calculated on a full-time equivalent basis, the average number of employees was 28.48.

	2020 Average Number	2020 Full Time Equivalent	2019 Average Number	2019 Full Time Equivalent
Management	3	2.60	3	2.60
Leisure	35	11.16	28	10.50
Bar and Café	6	1.44	7	1.44
Health Suite	7	5.00	7	5.00
Other	18	8.28	16	8.28
<b>Total</b>	<b>69</b>	<b>28.48</b>	<b>61</b>	<b>27.82</b>

Total key management compensation paid during the year amounted to £102,672 (2019 - £101,648).

There was one employee who received total employee benefits in excess of £60,000 and less than £70,000. (2019 – 1).

The Directors received no remuneration and were not reimbursed for any of their expenses in the year.

## Belper Leisure Centre Limited and subsidiary company

### Notes to the Accounts for the year ended 31 March 2020 (continued)

#### 8 Tangible Fixed Assets

Parent Company and Group	Freehold Land £'000	Leisure Centre Complex £'000	Artificial Grass Pitch Complex £'000	Plant and Equipment £'000	Total £'000
<b>Cost or valuation</b>					
At 1 April 2019	1,350	4,875	442	143	6,810
Additions	-	-	-	6	6
Transfers	-	-	-	-	-
<b>At 31 March 2020</b>	<b>1,350</b>	<b>4,875</b>	<b>442</b>	<b>149</b>	<b>6,816</b>
<b>Depreciation</b>					
At 1 April 2019	-	977	80	84	1,141
Charge for year	-	98	20	10	128
<b>At 31 March 2020</b>	<b>-</b>	<b>1,075</b>	<b>100</b>	<b>94</b>	<b>1,269</b>
<b>Net book value</b>					
<b>At 31 March 2020</b>	<b>1,350</b>	<b>3,800</b>	<b>342</b>	<b>55</b>	<b>5,547</b>
At 31 March 2019	1,350	3,898	362	59	5,669

A revaluation of the entire premises was undertaken during the year ended 31 March 2011. The valuation was undertaken by Chartex Limited, independent external valuers, in accordance with the Royal Institution of Chartered Surveyors Appraisal and Valuation Manual and Financial Reporting Standard 15 (FRS 15). The centre is considered to be a "specialised property", therefore the valuation was carried out on a "depreciated replacement cost" basis.

In 2016 the company decided to treat the 2011 valuation as the "deemed cost" of the Leisure Centre complex for that year and future years. This is permitted by Financial Reporting Standard 102 in the year that the company first adopts the standard. The freehold land and Leisure Centre complex would be shown at £nil in the accounts if shown at original cost. This is because these assets were given to the company by the predecessor trust.

The centre also holds other items of equipment that belong to other groups or bodies (including Belper School) for their own use, which are not included in this valuation, and are also excluded from the Company's accounts.

The freehold land and leisure centre complex shown above with a carrying amount at 31 March 2020 of £5,150,000 are pledged as security for the loans from Handelsbanken Bank shown in notes 11 and 12.

## Belper Leisure Centre Limited and subsidiary company

### Notes to the Accounts for the year ended 31 March 2020 (continued)

#### 9 Stocks

	<b>Group 2020 £'000</b>	<b>Company 2020 £'000</b>	<b>Group 2019 £'000</b>	<b>Company 2019 £'000</b>
Sporting equipment	1	1	1	1
Bar stock	3	-	3	-
Café and vending machine stock	3	-	3	-
<b>Total</b>	<b>7</b>	<b>1</b>	<b>7</b>	<b>1</b>

#### 10 Debtors

	<b>Group 2020 £'000</b>	<b>Company 2020 £'000</b>	<b>Group 2019 £'000</b>	<b>Company 2019 £'000</b>
Due from the Trading Company	-	19	-	2
Trade debtors	4	4	4	4
Prepayments	5	5	7	7
<b>Total</b>	<b>9</b>	<b>28</b>	<b>11</b>	<b>13</b>

#### 11 Creditors: Amounts falling due within one year

	<b>Group 2020 £'000</b>	<b>Company 2020 £'000</b>	<b>Group 2019 £'000</b>	<b>Company 2019 £'000</b>
Due to Belper School	30	30	13	13
Trade creditors	19	16	28	23
Accruals and deferred income	38	35	58	54
Due to HM Revenue & Customs	3	3	7	4
Handelsbanken Bank loans (see note 12)	-	-	27	27
Other creditors	1	1	6	6
<b>Total</b>	<b>91</b>	<b>85</b>	<b>139</b>	<b>127</b>

## Belper Leisure Centre Limited and subsidiary company

### Notes to the Accounts for the year ended 31 March 2020 (continued)

#### 12 Creditors: Amounts falling due after more than one year

Parent Company and Group	2020 £'000	2019 £'000
Handelsbanken Bank loan (secured)	184	184
<b>Total</b>	<b>184</b>	<b>184</b>

Shortly before the year end the company refinanced its borrowings using a new loan from Handelsbanken Bank.

The loan is for a term of 3 years but repayments are being made on the basis of a 15 year repayment period commencing in April 2021. Interest is being charged at a variable rate. The loan agreement is secured by a legal charge held over the freehold property known as Belper Leisure Centre. The total loan outstanding at 31 March 2020 represented 3.57% of the value of the property on which it is charged. The Football Foundation also have a charge over the property in respect of the funding provided for the 3G Football Turf Pitch.

#### 13 Reserves

Parent Company and Group	Restricted Income Funds £'000	Pension Reserve £'000	Revaluation Reserve £'000	Unrestricted Income Funds £'000	Total Reserves £'000
Balances at 1 April 2019	204	(586)	4,184	1,397	5,199
Operating deficit for the year	(20)	-	-	(123)	(143)
Transfer	-	-	(98)	98	-
Pension charge less payments made	-	(43)	-	43	-
Actuarial gain	-	374	-	-	374
<b>Balance at 31 March 2020</b>	<b>184</b>	<b>(255)</b>	<b>4,086</b>	<b>1,415</b>	<b>5,430</b>

The restricted income funds represent grant support for the 3G Artificial Grass pitch less accumulated depreciation of that pitch. These funds are to be used for the development of football in the local area.

The transfer of £98,000 from the revaluation reserve to unrestricted income funds reflects the depreciation charged against the revalued leisure centre in the year.

#### 14 Historical Cost Incoming and Outgoing Resources

Parent Company and Group	2020 £'000	2019 £'000
Net outgoing resources	(143)	(149)
Difference between a historical cost depreciation charge and the actual depreciation charge on the fixed assets	98	98
<b>Total</b>	<b>(45)</b>	<b>(51)</b>

## Belper Leisure Centre Limited and subsidiary company

### Notes to the Accounts for the year ended 31 March 2020 (continued)

#### 15 Defined benefit pension scheme

Staff previously employed by AVBC, who were transferred to the Trust upon its formation and now to the Company under the Transfer of Undertakings (Protection of Employment) Regulations 1981, retained their existing pension rights and service under the Derbyshire County Council (DCC) administered pension fund. The Company makes contributions in respect of staff contracted out of the SERPS scheme and into the DCC funded scheme.

The assets of the scheme are held separately from those of the Company in the separately administered scheme for DCC. The last actuarial valuation of the fund was at 31 March 2019. The scheme actuary has rolled forward the value of the company's liabilities to 31 March 2020 allowing for the different financial assumptions required under FRS102 at 31 March 2020.

The amounts recognised in the balance sheet are as follows:

<b>Parent Company and Group</b>	<b>2020 £'000</b>	<b>2019 £'000</b>
Present value of funded obligations	<b>(3,036)</b>	(3,401)
Fair value of scheme assets	<b>2,781</b>	2,815
<b>Recognised liability for defined benefit obligations</b>	<b>(255)</b>	(586)

The amounts recognised in the statement of financial activities are as follows:

<b>Parent Company and Group</b>	<b>2020 £'000</b>	<b>2019 £'000</b>
Current service cost	<b>102</b>	84
Interest cost	<b>82</b>	81
Expected return on assets	<b>(68)</b>	(72)
<b>Total charge to SOFA</b>	<b>116</b>	93

Movement in pension deficit during the financial year.

Changes in fair value of defined benefit pension assets are as follows:

<b>Parent Company and Group</b>	<b>2020 £'000</b>	<b>2019 £'000</b>
Opening fair value of defined benefit pension assets	<b>2,815</b>	2,646
Interest income on plan assets	<b>68</b>	72
Return on assets excluding interest income	<b>(92)</b>	79
Plan participants' contributions	<b>16</b>	15
Employer contributions	<b>73</b>	67
Benefits paid	<b>(99)</b>	(64)
<b>Closing fair value of defined benefit pension assets</b>	<b>2,781</b>	2,815

The total return on the fund in market value terms for the year ended 31 March 2020 was -4.7% (2019 – +5.7%).

## Belper Leisure Centre Limited and subsidiary company

### Notes to the Accounts for the year ended 31 March 2020 (continued)

#### 15 Defined benefit pension scheme (continued)

Changes in fair value of defined benefit pension obligations are as follows:

Parent Company and Group	2020 £'000	2019 £'000
Opening defined benefit pension obligations	3,401	2,998
Current service cost	102	84
Interest cost	82	81
Plan participants' contributions	16	15
Benefits paid	(99)	(64)
Changes in demographic assumptions	(128)	-
Changes in financial assumptions	(305)	287
Other experience gains	(33)	-
<b>Closing defined benefit pension obligations</b>	<b>3,036</b>	<b>3,401</b>

During the year ended 31 March 2020, pension costs have been paid to the DCC pension fund at a rate of 31.4% (2019 – 31.4%) of pensionable payroll plus a fixed contribution of £nil (2019 - £nil) per annum. In the year ending 31 March 2021 the contribution will be 33.3% of pensionable payroll plus a fixed contribution of £1,000. The total amount payable in the year ending 31 March 2021 is expected to be £78,000.

The fair values and split of each main class of assets held by the DCC fund as at 31 March are set out in the following table: -

Pension Fund	31 March 2020 Fair Value £'000	31 March 2020 Share of total assets	31 March 2019 Fair Value £'000	31 March 2019 Share of total assets
Equities	1,669	60.0%	1,746	62.0%
Bonds	695	25.0%	619	22.0%
Property	250	9.0%	225	8.0%
Cash	167	6.0%	225	8.0%
<b>Total</b>	<b>2,781</b>	<b>100.0%</b>	<b>2,815</b>	<b>100.0%</b>

The main financial assumptions used in their calculations are: -

Pension Fund	2020	2019
Rate of increase in Pensions	1.9% p.a.	2.5% p.a.
Rate of increase in Salaries	2.6% p.a.	3.0% p.a.
Discount Rate	2.3% p.a.	2.4% p.a.

## Belper Leisure Centre Limited and subsidiary company

### Notes to the Accounts for the year ended 31 March 2020 (continued)

#### 16. Subsidiary company

The Charity holds the two issued ordinary shares in its only subsidiary Belper Sports Centre Services Limited whose registered number at Companies House is 03538305. This represents 100% of the equity of the company. Its registered office is at John O'Gaunts Way, Kilbourne Road, Belper, Derbyshire DE56 0DA. The principal activity of Belper Sports Centre Services Limited is the operation of café and bar facilities at Belper Leisure Centre.

The results of the trading company are summarised as follows:

	<b>2020 £'000</b>	2019 £'000
Turnover	<b>96.6</b>	97.8
Cost of sales	<b>(50.0)</b>	(48.9)
Gross profit	<b>46.6</b>	48.9
Overhead expenses	<b>(46.6)</b>	(48.9)
Operating profit	-	-
Amount gift aided to charity	-	-
Retained profit/(loss) for the year	-	-
Retained profits brought forward	-	-
Retained profits carried forward	-	-
Assets	<b>27.3</b>	15.1
Liabilities	<b>(27.3)</b>	(15.1)
Total net assets	-	-

#### 17. Related party transactions

During the year the group carried out the following transactions with its members:

<b>Member</b>	<b>Sales and funding received 2020 £'000</b>	<b>Purchases 2019 £'000</b>	<b>Sales and funding received 2019 £'000</b>	<b>Purchases 2019 £'000</b>
Belper School	<b>134</b>	<b>133</b>	132	115
Derbyshire County Council	<b>15</b>	<b>1</b>	15	-

The purchases from Belper School represent the group's share of the cost of gas, electricity and metered water charged to the whole site. At the year end £29,739 was owed to Belper School in respect of these charges (2019 - £12,880).

The purchases from Derbyshire County Council are in respect of the provision of safeguarding courses. No amount was owed to Derbyshire County Council in respect of these charges at the year end (2019 - £nil).



## **Belper Leisure Centre Limited and subsidiary company**

### **Notes to the Accounts for the year ended 31 March 2020 (continued)**

#### **18. Analysis of group net assets between funds**

<b>Parent Company and Group At 31 March 2020</b>	<b>Unrestricted funds £'000</b>	<b>Restricted funds £'000</b>	<b>Total Funds £'000</b>
Tangible fixed assets	5,363	184	5,547
Net current assets	322	-	322
Creditors falling due after more than one year	(184)	-	(184)
Pension scheme liability	(255)	-	(255)
<b>Net assets at the end of the year</b>	<b>5,246</b>	<b>184</b>	<b>5,430</b>

<b>Parent Company and Group At 31 March 2019</b>	<b>Unrestricted funds £'000</b>	<b>Restricted funds £'000</b>	<b>Total Funds £'000</b>
Tangible fixed assets	5,465	204	5,669
Net current assets	300	-	300
Creditors falling due after more than one year	(184)	-	(184)
Pension scheme liability	(586)	-	(586)
<b>Net assets at the end of the year</b>	<b>4,995</b>	<b>204</b>	<b>5,199</b>

#### **19. Going concern and post balance sheet events**

The Charity had to close the Leisure Centre from 20<sup>th</sup> March 2020 until August 2020 as a result of the coronavirus pandemic. Since then the Charity has been able to provide most of its usual facilities on a reduced basis. As the Charity entered the lockdown with significant cash reserves, and it has the support of its bankers, the directors believe that the Charity will be able to continue operating for at least 12 months from the date of this report. Consequently these accounts have been prepared on a going concern basis.

## **Belper Leisure Centre Limited**

### **Statement of Directors'/Trustees' Responsibilities**

The trustees (who are also directors of the company for the purposes of company law) are responsible for preparing the trustees' annual report including the strategic report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and group and of the incoming resources and application of resources, including income and expenditure, of the group for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

## **Belper Leisure Centre Limited**

### **Independent Auditors' Report to the Members of Belper Leisure Centre Limited**

#### **Opinion**

We have audited the financial statements of Belper Leisure Centre Limited (the 'parent company') and its subsidiary (the 'group') for the year ended 31 March 2020 which comprise the Group Statement of Financial Activities, the Group and Parent Company Balance Sheets, the Group Statement of Cash Flows 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 group's and of the parent charitable company's affairs as at 31 March 2020 and of the group's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been properly prepared in accordance with the requirements of the Companies Act 2006.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the group 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**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's or the parent company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

#### **Other information**

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

## **Belper Leisure Centre Limited**

### **Independent Auditors' Report to the Members of Belper Leisure Centre Limited (continued)**

#### **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 strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the strategic report and the directors' report) have 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 group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report including the strategic report.

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

- adequate accounting records have not been kept by the parent company, 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.

#### **Responsibilities of trustees**

As explained more fully in the directors'/trustees' responsibilities statement (set out on page 31), the trustees (who are also the directors of the company for company law purposes) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and the parent 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 company or to cease operations, or have no realistic alternative but to do so.

#### **Auditor's 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 an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

**Independent Auditors' Report to the Members of Belper Leisure Centre Limited (continued)**

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the group's or the parent company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the group or the parent company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

This report is made solely to the Charity'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 Charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

M J Lucking  
Senior Statutory Auditor  
For and on behalf of C. J. Lucking & Co.  
Statutory Auditors and Chartered Accountants

34 Cross Street  
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NG10 1HD

14<sup>th</sup> October 2020