

REGISTERED COMPANY NUMBER: 04809606 (England and Wales)
REGISTERED CHARITY NUMBER: 1102460

REPORT OF THE TRUSTEES INCLUDING STRATEGIC REPORT AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020
FOR
MYTIME ACTIVE

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FOR THE YEAR ENDED 31 MARCH 2020

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REPORT OF THE TRUSTEES INCLUDING STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2020

The Trustees, who are also directors of the Charitable Company for the purposes of the Companies Act 2006, present their report, which includes their strategic report, with the consolidated financial statements of the Charitable Company and the Group for the year ended 31 March 2020. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) (FRS102) 'Accounting and Reporting by Charities' effective 1 January 2019.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04809606 (England and Wales)

Registered Charity number

1102460

Registered office

High Elms Golf Course
High Elms Road
Downe
Orpington
BR6 7JL

Place of Business / Head office

Crofton Halls,
York Rise
Orpington
BR6 8PR

The Charitable Company and Group carries out its operations at multiple sites. For information on the sites where the Charitable Company and Group operates please visit the Mytime Active website at <http://www.mytimeactive.co.uk>.

Trustees

M D Oakley
C Whatford
R J Evans
J Heald
A Hollands
M R Evans
I M Gowan
V Lowman
A Muzzelle
A Cuthbert
A Oag
S Kirkland

Resigned 5th February 2020

Resigned 5th February 2020

Resigned 22nd February 2021
Appointed 2nd April 2020
Appointed 1st June 2020

Chief Executive

M Mayne

Company Secretary

G Oforiokuma
S Servantes

Resigned 1st October 2019

Appointed 1st October 2019

Auditors

McCabe Ford Williams
Statutory Auditors and Chartered Accountants
Bank Chambers
1 Central Avenue
Sittingbourne
Kent
ME10 4AE

Solicitors

Blake Morgan Apex Plaza, Forbury Road, Reading, RG1 1AX
Cripps LLP, 23 Kings Hill Avenue, Kings Hill, Kent ME19 4UA
Clarkson, Wright and Jakes, Valiant House, 12 Knoll Rise, Orpington, Kent, BR6 0PG

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REPORT OF THE TRUSTEES INCLUDING STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The organisation is a Company limited by guarantee, incorporated on 24 June 2003 and registered as a Charity on 3 March 2004. The Charitable Company was established under a Memorandum of Association which established the objects and powers of the Charitable Company and is governed under its Articles of Association.

Recruitment and appointment of new trustees

In exercising its powers to nominate, appoint, reappoint, elect, re-elect, approve and dismiss Trustees, the Trustees shall seek to ensure that the Board comprises persons with a broad range of skills who are likely to contribute to the Charity's success.

Subject to the above, the London Borough of Bromley may nominate for consideration two Trustees for appointment.

Induction and training of new trustees

Trustees follow an induction and familiarisation programme as required and attend development sessions to ensure they have the knowledge to carry out their responsibilities.

Organisational structure

The Board of Trustees of up to 12 people, who meet quarterly, have delegated the responsibility of administering the Charity to a management team. This management team is made up as follows and meets weekly:

Marg Mayne	Chief Executive
Sarah Servantes	Finance Director
Jason Stanton	Operations Director
Rhona Mason	HR Director
John Brannigan	IT Director

Remuneration of Key Management Personnel

The main Board has established a pay committee which meets annually to review and approve the setting of executive pay.

Working Partnerships

The Charitable Company has a close relationship with all the local authorities, who contract the company to operate leisure, golf and Health services across the country.

Related parties

The Charitable Company owns 100% of the ordinary issued share capital of Mytime Enterprises Limited.

Mytime Active has taken advantage of the exemption afforded under FRS 102 regarding disclosure of transactions and balances with its wholly owned subsidiary, Mytime Enterprises Limited, when preparing these financial statements.

Risk management

The Trustees recognise risk management as one of their key responsibilities. Risks are identified and recorded in the Charitable Company's risk register together with the controls and actions designed to mitigate them. Identified risks are reviewed periodically and appropriate action taken where necessary. New risks have been identified in relation to COVID-19 and included within the risk register.

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REPORT OF THE TRUSTEES INCLUDING STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2020

Objectives and aims

The objects of the Charitable Company are:

- To provide or assist in the provision of facilities and services for the benefit of the community and, in particular, the London Borough of Bromley and any surrounding areas for recreational, sporting or other leisure time occupation in the interests of social welfare, such facilities being provided to the public at large save that special facilities may be provided for persons who by reason of their youth, age, infirmity or disability, poverty or social or economic circumstances may have need of special facilities and services;
- To promote and preserve good health and well-being through community participation in healthy recreation;
- To advance public education by the encouragement of culture and the arts;
- To promote and advance the education of the public at large in the advantages of healthy and active lifestyles including the benefit of a balanced diet;
- To carry out such other charitable purposes beneficial to the community consistent with the objects above as the Trustees shall in their absolute discretion determine.

The Trustees confirm that they have complied with the duty in Section 17 (5) of the Charities Act 2011 to have due regard to the Charity Commission's general guidance on public benefit.

The Trustees have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

The benefit to the public of the company achieving its aims is in contributing to the recreation, leisure and health services of the community.

STRATEGIC REPORT

ACHIEVEMENT AND PERFORMANCE

Chairman's statement

Mytime Active is a social enterprise on a mission to improve the wellbeing of our local communities through the activities we run in our leisure and golf facilities. We make it simple to get more out of life, by moving more, eating better, feeling positive and being with friends. We understand what it takes to make a positive impact on everyday wellbeing, and we are here to make it easy and fun for everyone in our neighbourhoods to live longer, healthier, and happier lives.

Thanks to grant funding from the Gwyneth Forrester Trust, we were able to expand our Primetime programme for the over 60s to operate outside the walls of our own facilities. Using local halls in Biggin Hill, West Wickham, Farnborough, and community facilities supported by Clarion Housing, we established much needed physical activity programmes, which has successfully built a strong community following, tackling both health and loneliness in the older population.

Working with local partners, we provide specialist strength and rehabilitation programmes for people with heart conditions, chronic pain, and other long term conditions. These Heart Smart and Fresh Start programmes are supported by Bromley CCG, and our contract with them was renewed in September 2019. In the first 7 months of the contract, we had already welcomed over 2,250 customers onto the programme and supported over 3,250 customers to maintain their exercise routines on the graduate programme.

We continue to teach over 7,000 children to swim every week, providing a vital life skill as well as setting positive habits for physical activity being a regular part of our children's lives. We continued our provision of doorstep sports under the My Futures banner, which has now been running since 2008. Our award winning Arts Train project, which provides access to music making programmes for a diverse range of young people, was recognised by Arts Council England as worthy of ongoing support, and we were awarded National Portfolio Organisation status. This secures grant funding for a 4 year period and we are proud to be the first organisation in Bromley to be accredited in this way.

As managers of Team Bromley in the London Youth Games, we were proud winners of the Jubilee trophy, top of the table across all 32 London Boroughs for the fourth year in a row and the 10th win in the competition's history. This is the first time any borough has won so many times and is testament to the breadth and depth of sporting talent in the borough, as well as the commitment of all the volunteer coaches and clubs who train and develop their participants week in week out.

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REPORT OF THE TRUSTEES INCLUDING STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2020

STRATEGIC REPORT

ACHIEVEMENT AND PERFORMANCE (continued)

Chairman's statement (continued)

Our Community Investment Fund continues to make small grants of up to £1000 to local community groups to support their activity. We are proud to have awarded grants totally over £100,000 since the fund was established.

Financially, 2019-20 was a transitional year for Mytime Active, following the agreement of a new long-term lease arrangement with the London Borough of Bromley on 1 April 2019. This terminated the existing management contract, which was otherwise due to expire in 2024, and in lieu put in place 40 year leases on the 12 leisure and golf facilities in the borough until 2059. The agreement was effective from 1st April 2019 and immediately increased costs to Mytime Active by £1.1m per annum, due to a combination of rental payments, loss of management fee income, and the costs of taking responsibility for the cost of building repairs and maintenance previously covered by London Borough of Bromley. Despite the additional costs, this deal is integral to the Board's intention to secure Mytime Active's operations beyond 2024, with an estimated 70% of ongoing business income from these sites.

During the year, the operating environment hardened with employer costs increasing (National Living Wage increasing by 4.4% and minimum employer pension contributions increasing by 1%), and with margins in the health and fitness operator sector tightening. The market in Public Health contracted as more Local Authorities reduced spending in this area. The company received notice from Sandwell Borough Council that they were exercising their option to end the healthy lifestyles contract early, due to a change in the Borough's allocation of funds, and with fewer Public Health contracts coming to market, the company was not able to replace these reductions with new business at acceptable margins. Additionally, the latter part of the year witnessed exceptional storms that damaged golf courses and forced course closures.

Given the changes referred to above, during the year the company commenced restructuring of the business to reduce costs and significantly improve margins. This included exiting from contracts that were commercially unsustainable, reducing operational costs to drive efficiencies, and downsizing central support services. This was supported by investment in technology to drive efficiencies, and investment in the facilities to satisfy customer demand and ensure longer term competitiveness. Significant progress was made in the 2019-2020 financial year, with several operational restructuring initiatives completed or underway, including an 18% reduction in support costs and the exit of 2 golf sites in Sussex. Reserves of £1.5m were invested during the year in facilities such as golf course machineries, leisure facility and IT improvements, alongside a rolling program of asset management.

The COVID-19 crisis enforced closure of our leisure facilities from 20 March 2020, and golf from 23 March 2020. This resulted in the company experiencing significant loss in income as a result of lockdowns, reduced capacity due to operating restrictions and lower consumer demand throughout 2020-21. In response, the company has taken up all available grants from central and local government for which we were eligible, including extensive use of the furlough scheme and the National Leisure Recovery Fund. Building on the business restructuring programme which commenced in 2019-20, the company reviewed and accelerated plans, with the remainder of 2020 seeing significant redundancy programmes and tight cost control. A fast-paced overhaul of our digital capability has led to a transformation in our interaction with customers online, including online bookings, usage of our app, central customer contact centre, and targeted email communication and updates.

The company has secured financial support from Local Authorities and landlords in respect of the impact of COVID-19, including exiting of two additional golf contracts by mutual agreement in 2020-21 and support for the provision of public leisure in Bromley from the London Borough of Bromley. It remains focused on concluding longer term contract negotiations to ensure the viability of its Golf portfolio in 2021 and beyond.

As a result of the above response, the company is well positioned to make a surplus and rebuild reserves once the impact of the COVID-19 crisis has passed. The Board of Trustees has been meeting frequently to review the financial viability, and are satisfied that the company is able to continue trading as a going concern; thereby ensuring the continued provision of leisure and golf services in the boroughs in which we operate.

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REPORT OF THE TRUSTEES INCLUDING STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2020

FINANCIAL REVIEW

Income and expenditure

Mytime Active reported a net loss in the year (before actuarial gains / losses) of £2.98m (2018/19 £4.45m). This reflected the impact of the transitional restructuring period and trading challenges that the organisation has faced during the year. The £1.1m net impact of the new lease arrangement with Bromley needed to be absorbed as a loss in 2019-20 whilst restructuring was put in place, with challenges also including a continued drop in Health contracts (£0.45m reduction in EBITDA from 2018-19) and Golf income impacted by exceptional weather conditions in the latter half of 2019-20 (£0.6m EBITDA impact).

The business produced revenue of £27.5m which is 6% lower than prior year. Leisure revenue was up by 2.4% mainly due strong performance in membership (with income up 8.1%) and swimming lessons (up 8.4%). Income from Public Health contracts declined by £1.5m (44%) and golf income was £1m (10%) lower than 2018-19.

Total expenditure decreased by £3.2m, primarily due to a £2.6m one off charge in 2018-19 for the crystallisation of pension liability on signing the 40 year Bromley deal, but also, in 2019-20, reflecting the reduction in Public Health contracts and the initial benefits of operational and support services restructuring, with underlying staff costs including taxes and pension contributions 2.2% lower than the prior year (excluding the impact of the one off 2018-19 pension adjustment) and support costs down 18%. The company maintained investment in our sites of £1.5m, reflecting the company's focus on delivering a strong long-term proposition across our portfolio.

Capital and investments

The capital expenditure during the year to 31 March 2020 was as follows:

Company	(note 15)	£
Improvements to property		343,693
Equipment, plant & fittings		777,012
Computer equipment		<u>331,627</u>
Total purchased		<u>1,452,332</u>

The Charitable Company uses available reserves to reinvest back into the service. These investments are key to gaining future business success and ensuring customers continue to receive services at a quality and price that meets their growing expectations. Since the Charitable Company began in 2004 more than £26.68m has been invested into facilities so far.

Investment powers and policy

The Charitable Company has a low risk investment policy and as such surplus money not immediately required for the operational needs of the Charitable Company is invested in interest bearing accounts. Interest received during the financial year was £25k (2018/19 - £28k).

Net cash outflow from operating activities was £2.5m (2018/19 – outflow £0.3m) during the year, cash reserves were used to fund capital improvements and investment in operations. The net cash outflow for the year was £3.9m compared to a net cash outflow of £1.3m in 2018/19. Cash balances were £5m (2018/19 - £9m) at the year end.

**REPORT OF THE TRUSTEES INCLUDING STRATEGIC REPORT
FOR THE YEAR ENDED 31 MARCH 2020**

Reserves policy and Charity funds

At 31 March 2020, the parent Charitable Company and its subsidiary undertakings had accumulated reserves of £8m (2018/19 - £11m), within this were restricted reserves of £0.150 (2018/19: £0.162m). The decrease in reserves during the year was as a result of the operating deficit generated and the movement in the Local Government Pension Scheme.

The Trustees recognise the need for a level of financial reserves that will:

1. Allow for planned investment and other similar purposes;
2. Allow for cyclical maintenance expenditure which the Charitable Company has an obligation to incur under various property leases; and
3. Shield the Charitable Company from the possibility of adverse unforeseen circumstances.

The Trustees have considered the risks and opportunities and the impacts of the COVID-19 crisis and identified that the company should maintain minimum available cash of £1.5m. The COVID-19 crisis has had a significant impact on reserves in 2020-21 and it is the intention of the Trustees that after the company has successfully navigated the crisis, the reserve policy will be updated with a view to building back resilience.

Going Concern

The outbreak of COVID-19 will continue to have a material impact upon the trading position of the parent Charitable Company and its subsidiary undertaking for the foreseeable future. The trustees have taken mitigating action to ensure the company can continue to trade, including securing all possible government and local authority support, business restructuring, cost saving programmes and exits of unprofitable contracts. There remain however a number of uncertainties concerning the extent of the impact of COVID-19 as detailed below:

- The impact of changes in customers behaviour and confidence levels as a result of the continued existence of the pandemic in our society, such consumer behaviour and confidence having a significant impact on the company revenues going forward.
- Any future government measures to limit the spread of the virus which may limit our activities and revenue
- Any further nationwide lockdowns in particular if government support was not provided at least at the current levels
- Any long-term changes to the market in the leisure industry, in the light of COVID-19, that might impact on the group and Charitable Company's ability to realise its assets and settle its liabilities in the ordinary course of business.

The Board have taken into account the uncertainty caused by COVID-19 and are satisfied that assuming customers behaviour is in line with industry expectations, and there are no significant delays to the governments roadmap for reopening and or further national/local lock downs without sufficient government support, the charitable group and company will be able to meet all its obligations as and when they fall due. Accordingly, whilst drawing the reader's attention to the underlying uncertainties that COVID-19 pandemic has caused they consider it appropriate to continue to prepare the financial statements on a going concern basis. The approach that the Board have taken is outlined further in Note 1 – Accounting Policies, Going Concern.

**REPORT OF THE TRUSTEES INCLUDING STRATEGIC REPORT
FOR THE YEAR ENDED 31 MARCH 2020**

PLANS FOR FUTURE PERIODS

The company's mission is to improve the wellbeing of the local communities in which we operate, and for everyone to 'get more out of life'. It will achieve this through encouraging customers along the four pathways of Be Active, Eat Well, Be Positive and Be Together. It will also seek to increase participation, utilisation and customer satisfaction. It will work in partnership with local authorities and local organisations to bring public benefit and to put the local community at the heart of this mission.

The company's commercial aim is to recover the business post COVID-19, generate surpluses and rebuild reserves such that it will once again be financially resilient and be able to re-invest those reserves to benefit the local community.

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REPORT OF THE TRUSTEES INCLUDING STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2020

FUNDRAISING

As a charity our income is derived from charitable trading and as such we do not undertake any specific campaigns which require donations.

DISABLED PERSONS

The parent Charitable Company and its subsidiary undertakings' policy is to give full and fair consideration to applications for employment by disabled persons, having regard for their particular aptitudes and abilities. Disabled employees receive appropriate training to promote their career within the organisation. Employees who become disabled are retained in their existing posts where possible or retrained for suitable alternative posts.

ENGAGEMENT WITH EMPLOYEES

Mytime Active strives to communicate information about its activities to all employees on a regular basis, and to encourage employees to provide ideas and feedback to management on all aspects of its operations. We believe that a regular flow of information from management to staff and vice versa will enhance our effectiveness and productivity. Regular updates to all staff are provided through various methods including social media and CEO newsletters

In April 2020 the company established an Employee Consultative Committee with elected representatives of the employees. Throughout the course of the last 12 months we have had regular meetings to communicate and discuss the impact of the COVID-19 crisis on the business and on employee relations. Information discussed included, but was not limited to:

- the impact of organisational closures
- the organisation's general progress and profitability
- planned structural changes within the organisation as a result of the pandemic

Mytime Active is fully committed to providing equal opportunities and avoiding unlawful and unfair discrimination against our employees and customers. We value the differences that a diverse workforce brings to the organisation. We will not discriminate because of age, disability, gender reassignment, marriage and civil partnership, pregnancy and maternity, race (which includes colour, nationality and ethnic or national origins), religion or belief, sex or sexual orientation. We values skills, openness, fairness and transparency. Due to the pandemic and forced closures over the last 12 months, there has been little recruitment and employee development.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Report of the Trustees incorporating a Strategic Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice, including FRS102 (the financial reporting standard applicable in the UK and R.O.I.).

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charitable Company and the Group and of the net income or expenditure of the Group for that period. In preparing those financial statements, the Trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charitable Company and the Group will continue in business.

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the Charitable Company's transactions and disclose with reasonable accuracy at any time the financial position of the Charitable Company and the Group and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Charitable Company and the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**REPORT OF THE TRUSTEES INCLUDING STRATEGIC REPORT
FOR THE YEAR ENDED 31 MARCH 2020**

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

APPROVAL OF REPORTS

In approving the Report of the Trustees, the Trustees of the Charitable Company also approve the Strategic Report in their capacity as Directors.

ON BEHALF OF THE BOARD:

Mark Oakley

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Mark Oakley - Chair of the Board

Date: 24 March 2021

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
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Opinion

We have audited the financial statements of Mytime Active (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 31 March 2020 which comprise the Consolidated Statement of Financial Activities, the Consolidated Balance Sheet, the Company Balance Sheet, the Consolidated Cash Flow Statement 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 its 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; 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 charitable 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.

Material uncertainty related to going concern

We draw attention to note 1 in the financial statements which indicates that the effects of the COVID-19 pandemic has had a detrimental impact on the trading results of the Group and Charitable Company. As stated in note 1 these events or conditions, along with other matters as set forth in note 1 indicate that a material uncertainty exists which may cast significant doubt on the Group's and Charitable Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the group annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and 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.

Opinion 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 Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees 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 charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
MYTIME ACTIVE

Matters on which we are required to report by exception

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 by the parent charitable company and its subsidiary, or returns adequate for our audit have not been received from branches not visited by us; or
- the group and parent charitable company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' 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 Statement of Trustees Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and the parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our 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 Independent 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.

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 Independent Auditors.

Use of our report

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



Clair Rayner FCA DChA (Senior Statutory Auditor)
for and on behalf of McCabe Ford Williams
Statutory Auditors and Chartered Accountants
Bank Chambers
1 Central Avenue
Sittingbourne
Kent
ME10 4AE

Date: 24 March 2021

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CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2020

	Notes	Unrestricted Funds £	Restricted Funds £	Pension Adjustment Unrestricted £	31.3.20 Total Funds £	31.3.19 Total Funds £
INCOME						
<i>Income from charitable activities:</i>						
Operation of leisure, recreation sites and health activities	5	25,031,239	298,736	-	25,329,975	26,852,332
Other funding	5	<u>970,380</u>	<u>-</u>	<u>-</u>	<u>970,380</u>	<u>741,605</u>
		<u>26,001,619</u>	<u>298,736</u>	<u>-</u>	<u>26,300,355</u>	<u>27,593,937</u>
<i>Income from other trading activities:</i>						
Commercial trading operations	3	<u>1,223,567</u>	<u>-</u>	<u>-</u>	<u>1,223,567</u>	<u>1,658,776</u>
<i>Income from Investments:</i>						
Investment income	6	<u>24,836</u>	<u>-</u>	<u>-</u>	<u>24,836</u>	<u>28,315</u>
Total income		<u>27,250,022</u>	<u>298,736</u>	<u>-</u>	<u>27,548,758</u>	<u>29,281,028</u>
EXPENDITURE						
<i>Costs of raising funds:</i>						
Commercial trading operations	3	1,176,197	-	-	1,176,197	1,494,679
<i>Expenditure on charitable activities:</i>						
Operation of leisure, recreation sites and health activities	7	<u>28,940,624</u>	<u>311,688</u>	<u>105,000</u>	<u>29,357,312</u>	<u>32,240,602</u>
Total expenditure		<u>30,116,821</u>	<u>311,688</u>	<u>105,000</u>	<u>30,533,509</u>	<u>33,735,281</u>
Net income / (expenditure) for the year before actuarial gains / (losses) under FRS102		(2,866,799)	(12,952)	(105,000)	(2,984,751)	(4,454,253)
Re-measurements on defined benefit schemes	24	<u>-</u>	<u>-</u>	<u>38,000</u>	<u>38,000</u>	<u>(895,000)</u>
Net movement in funds		(2,866,799)	(12,952)	(67,000)	(2,946,751)	(5,349,253)
RECONCILIATION OF FUNDS						
Total funds brought forward	27	<u>11,251,435</u>	<u>162,547</u>	<u>(437,000)</u>	<u>10,976,982</u>	<u>16,326,235</u>
Total funds carried forward		<u>8,384,636</u>	<u>149,595</u>	<u>(504,000)</u>	<u>8,030,231</u>	<u>10,976,982</u>

CONTINUING OPERATIONS

All incoming resources and resources expended arise from continuing activities.

CONSOLIDATED BALANCE SHEET
AT 31 MARCH 2020

	Notes	31.3.20 Total Funds £	31.3.20 Total Funds £	31.3.19 Total Funds £	31.3.19 Total Funds £
FIXED ASSETS					
Intangible assets	14		-		-
Tangible assets	15		7,551,419		7,500,693
Investments	16		-		-
			<u>7,551,419</u>		<u>7,500,693</u>
CURRENT ASSETS					
Stocks	17	221,974		290,204	
Debtors: amounts falling due within one year	18	1,332,413		1,672,036	
Cash at bank and in hand		5,227,095		9,126,602	
		<u>6,781,482</u>		<u>11,088,842</u>	
CREDITORS					
Amounts falling due within one year	19	<u>(3,517,712)</u>		<u>(4,410,121)</u>	
NET CURRENT ASSETS			<u>3,263,770</u>		<u>6,678,721</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			10,815,189		14,179,414
CREDITORS					
Amounts falling due after more than one year	20		(1,962,000)		(2,289,000)
PROVISIONS FOR LIABILITIES	23		(318,958)		(476,432)
NET ASSETS EXCLUDING PENSION LIABILITY			<u>8,534,231</u>		<u>11,413,982</u>
PENSION LIABILITY	24		(504,000)		(437,000)
NET ASSETS			<u><u>8,030,231</u></u>		<u><u>10,976,982</u></u>
FUNDS					
Unrestricted funds			7,880,636		10,814,435
Restricted funds			149,595		162,547
TOTAL FUNDS			<u><u>8,030,231</u></u>		<u><u>10,976,982</u></u>

The financial statements were approved by the Board of Trustees on 24 March 2021 and were signed on its behalf by:

Mark Oakley

Mark Oakley - Chair of the Board

The notes form part of these financial statements

COMPANY BALANCE SHEET
AT 31 MARCH 2020

	Notes	31.3.20 Total Funds £	31.3.20 Total Funds £	31.3.19 Total Funds £	31.3.19 Total Funds £
FIXED ASSETS					
Intangible assets	14		-		-
Tangible assets	15		7,551,419		7,500,693
Investments	16		<u>1</u>		<u>1</u>
			7,551,420		7,500,694
CURRENT ASSETS					
Stocks	17	194,758		241,381	
Debtors: amounts falling due within one year	18	1,370,162		1,702,586	
Cash at bank and in hand		<u>5,191,025</u>		<u>9,090,530</u>	
		6,755,945		11,034,497	
CREDITORS					
Amounts falling due within one year	19	<u>(3,492,176)</u>		<u>(4,355,777)</u>	
NET CURRENT ASSETS			<u>3,263,769</u>		<u>6,678,720</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			10,815,189		14,179,414
CREDITORS					
Amounts falling due after more than one year	20		(1,962,000)		(2,289,000)
PROVISIONS FOR LIABILITIES	23		(318,958)		(476,432)
NET ASSETS EXCLUDING PENSION LIABILITY			<u>8,534,231</u>		<u>11,413,982</u>
PENSION LIABILITY	24		(504,000)		(437,000)
NET ASSETS			<u>8,030,231</u>		<u>10,976,982</u>
FUNDS					
Unrestricted funds			7,880,636		10,814,435
Restricted funds			149,595		162,547
TOTAL FUNDS	27		<u>8,030,231</u>		<u>10,976,982</u>

The financial statements were approved by the Board of Trustees on 24 March 2021 and were signed on its behalf by:

Mark Oakley

.....
Mark Oakley - Chair of the Board

The notes form part of these financial statements

MYTIME ACTIVE**STATEMENT OF CASH FLOWS AND CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2020**

	Group 31.3.20 £	Group 31.3.19 £	Company 31.3.20 £	Company 31.3.19 £
Cash flows from operating activities	(2,472,011)	(338,742)	(2,472,009)	(343,017)
Cash flows from investing activities				
Purchase of tangible fixed assets	(1,452,332)	(1,022,987)	(1,452,332)	(1,022,987)
Disposal of tangible fixed assets	-	59,540	-	59,540
Interest income	24,836	28,311	24,836	28,311
Cash used in investing activities	<u>(1,427,496)</u>	<u>(935,136)</u>	<u>(1,427,496)</u>	<u>(935,136)</u>
(Decrease)/Increase in cash in the period	<u>(3,899,507)</u>	<u>(1,273,878)</u>	<u>(3,899,505)</u>	<u>(1,278,153)</u>
Opening cash at bank and in hand	<u>9,126,602</u>	<u>10,400,480</u>	<u>9,090,530</u>	<u>10,368,683</u>
Closing cash at bank and in hand	<u>5,227,095</u>	<u>9,126,602</u>	<u>5,191,025</u>	<u>9,090,530</u>

The notes form part of these financial statements

MYTIME ACTIVE**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2020****1. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	Group 31.3.20 £	Group 31.3.19 £	Company 31.3.20 £	Company 31.3.19 £
Net movement in funds	(2,984,751)	(4,454,253)	(2,984,751)	(4,454,253)
Depreciation charges	1,323,580	1,398,518	1,323,580	1,398,518
Loss/ (Surplus) on disposal of fixed assets	78,027	(59,540)	78,027	(59,540)
Movement in provisions	(157,475)	50,004	(157,475)	50,004
(Increase) / decrease in stocks	68,230	45,838	46,623	41,540
(Increase) / decrease in debtors	339,623	(154,084)	332,424	(147,516)
(Decrease) / increase in creditors	(1,219,409)	705,086	(1,190,601)	698,541
Net interest cost	10,000	(9,000)	10,000	(9,000)
Difference between pension charge and cash contributions	95,000	(450,000)	95,000	(450,000)
Administrative expenses	-	1,000	-	1,000
Interest received	(24,836)	(28,311)	(24,836)	(28,311)
Crystallised pension deficit	-	2,616,000	-	2,616,000
Net cash flow from operating activities	(2,472,011)	(338,742)	(2,472,009)	(343,017)

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

	Group 31.3.20 £	Group 31.3.19 £	Company 31.3.20 £	Company 31.3.19 £
Cash in hand	37,138	47,344	37,138	47,344
Notice deposits (less than 3 months)	5,189,957	9,079,258	5,153,887	9,043,186
	<u>5,227,095</u>	<u>9,126,602</u>	<u>5,191,025</u>	<u>9,090,530</u>

3. ANALYSIS OF CHANGES IN NET FUNDS – GROUP

	At 1.4.19 £	Cash flow £	At 31.3.20 £
Net cash			
Cash at bank and in hand	<u>9,126,602</u>	<u>(3,899,507)</u>	<u>5,227,095</u>
	<u>9,126,602</u>	<u>(3,899,507)</u>	<u>5,227,095</u>
Debt			
Debts falling due within 1 year	(327,000)	-	(327,000)
Debts falling due after 1 year	<u>(2,289,000)</u>	<u>327,000</u>	<u>(1,962,000)</u>
	<u>(2,616,000)</u>	<u>327,000</u>	<u>(2,289,000)</u>
Total	6,510,602	(3,572,507)	2,938,095

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the provisions of FRS 102 (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. There were no material departures from that standard. The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling, which is the functional and presentational currency of the charity.

Going Concern

The outbreak of COVID-19, which commenced during the year ended 31 March 2020, has resulted in a pandemic causing extensive disruption across the globe. The COVID-19 pandemic developed rapidly in 2020 and continues in 2021. The resulting impact of the virus on the operations of the Group and charitable company and measures taken by the UK government to contain the virus have negatively affected the Group and charitable company's results in the current financial year. The currently known impacts of COVID-19 on the Group and charitable company are:

- A significant reduction in income throughout March 2020 as cases of COVID-19 began to rise in the United Kingdom
- From Friday 20 March, the closure of all leisure centres, followed by a tightening of guidelines on Monday 23 March resulting in the additional closure of all Golf courses. This resulted in the loss of all Leisure and Golf income until restrictions were eased on (Leisure from 25 July 2020 and Golf from 13 May 2020).
- Operating restrictions in Leisure and Golf from 25 July 2020 and 13 May 2020 respectively until 5 November 2020 and again in December 2020 and early January 2021, to ensure our facilities are COVID secure, including making physical adjustments to premises and limiting services and customer capacity, resulting in reduced income compared to prior years
- A Further lockdown from 5 November 2020 to 2 December 2020 and again from 4 January 2021 resulting in a loss of all leisure and Golf income
- These developments have resulted in an operating loss for the period since the balance sheet date.

The full extent of the impact of COVID-19 on the charitable company are still unknown including;

- The impact of changes in customers behaviour and confidence levels as a result of the continued existence of the pandemic in our society is currently unknown and if customers do not return to sites as anticipated this will have a significant impact on revenue generation.
- The government continues to implement measures to limit the spread of the virus which can limit our activities as well as instigating further lockdowns both in local areas and nationally which has an impact on our revenues.
- Further nationwide lockdowns will continue to have a significant impact on revenue and, if government support does not continue at least at the current levels, would have a significant impact on the group and Charitable Company's ability to realise its assets and settle its liabilities in the ordinary course of business.

In response to these matters, the entity has taken the following mitigating actions:

- We have taken and continue to take advantage of the coronavirus job retention scheme and other central government support, including rates relief, 5% VAT, retail and hospitality grants, local restrictions and closure grants and the Eat Out to Help Out scheme.
- We have taken advantage of the deferral of the March 2020 VAT liability which is now due to be paid in 11 equal instalments from April 2021.
- We have negotiated an instalment arrangement with HM Revenue & Customs for the payment of PAYE liabilities.
- We have secured bank overdraft facilities of £0.4m (with debenture).
- We have successfully negotiated with our local authority partners financial support packages across a large part of the business for the closure period and a framework for additional support during the 2021-22 financial year based on need.
- We have secured £812k in funding from the National Leisure Recovery Fund.
- We have restructured our central support services and operations, resulting in significant cost savings in order that the business is right sized for restart.
- We have reached agreements to exit contracts at two Golf sites, Barnehurst and Southampton, where it has not been possible to operate the sites viably during the pandemic and beyond.
- We have set up a new central contact centre in order to efficiently deal with customer queries during the pandemic and beyond and to enable site efficiencies and an improved customer journey.
- We have put new hygiene and social distancing measures in place at our gyms, pools and fitness classes in line with coronavirus regulations.
- All visits to our sites must be pre-booked through new online booking facilities and all facilities are now cashless.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

1. ACCOUNTING POLICIES – continued

Going Concern

Group and Charitable Companywide forecasts have been produced, with income forecasts based on Pre COVID trading levels, adjusted for the impact of the lockdown period and measures that have been put in place in readiness for reopening. The key assumptions regarding revenue are based on the current expectations when various facilities can reopen and when the various activities can resume and the level of usage that can be achieved over the period covered. Usage forecasts have been based on the independent 4Global and Sport England recovery modelling made available by Sport England in December to support National Leisure Recovery Fund submissions, as well as data specific to our facilities, particularly for Golf, which has seen extremely strong performance in casual usage for the periods of opening.

Management have carried out an extensive review of the underlying cost base of the business and have factored in changes and restructuring that are likely to be implemented as a result of the impact of COVID-19 on the business. These have been reflected in to forecasts which include the level of financing and support agreed by local authorities. These forecasts indicate that the Group and Charitable Company will remain within its financing facilities for the foreseeable future and will be able to meet its financial obligations as they fall due. However, in the current climate, it is extremely difficult to arrive at reliable expectations on which to base assumptions. If the key assumptions are not achieved as a result of the uncertainties noted above, this may cast doubt on the Group and Charitable Company's ability to continue to operate.

Although it is not certain that these efforts will be successful, the Board of Trustees has determined that the actions that it has taken are sufficient to mitigate the uncertainties and has therefore prepared the financial reporting on a going concern basis.

However, there are material uncertainties related to the events and conditions set out above that may cast significant doubt upon the group and charitable Company's ability to continue as a going concern and therefore whether the group will realise its assets and settle its liabilities in the ordinary course of business at the amounts recorded in the financial statements.

Group financial statements

The financial statements consolidate the results of the Charitable Company and its wholly owned subsidiary, Mytime Enterprises Limited, on a line by line basis. A separate Statement of Financial Activities and Income and Expenditure Account is not presented for the Charitable Company itself in accordance with the exemptions afforded by section 408 of the Companies Act 2006.

Company status

The Charity is a Company limited by guarantee.

Income

Income from recreation, leisure sites and health activities are included on the Statement of Financial Activities when the Charitable Company is legally entitled to the income, it is probable that the income will be received, and the amount can be quantified with reasonable accuracy. Income represents net sales of goods and services and management fees excluding value added tax, to customers during the year. Certain income is received in advance of the provision of the relevant service and as such is deferred until the service commences. Some services are provided in advance of an invoice being raised and the associated income is therefore accrued until the invoice has been raised and the income recognised on the Statement of Financial Activities. Income for annual memberships is accounted for over the membership year.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

1. ACCOUNTING POLICIES – continued

Grants / other funding

Grants receivable in respect of a specified period relating to the general activities of the Charitable Company are recognised in the Statement of Financial Activities in the period in which it is probable that they will be received. Where related expenditure has not been incurred the grant is deferred only when the donor has imposed restrictions on the expenditure of resources which amount to pre-conditions for use.

Unrestricted funds

Unrestricted funds are incoming resources receivable or generated for the objects of the Charitable Company without further specified purpose and are available as general funds.

Restricted funds

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the funds.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of the resources. Expenditure includes attributable VAT which cannot be recovered.

Allocation and apportionment of costs

Charitable activities are those costs incurred directly in the running of each of the golf and leisure sites and in performance of the health activities. Charitable activities are split into golf, leisure and health activities costs, which are those costs incurred directly in the running of each of the activities, and support costs which are those costs incurred directly in support of expenditure on the objects of the Charitable Company.

Taxation

The Charitable Company is exempt from corporation tax on its charitable activities. Where the Charitable Company conducts trading activities corporation tax is charged on the profits arising from these activities.

Tangible fixed assets

Fixed assets are shown in the financial statements at cost including irrecoverable VAT in respect of these assets. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	-over remaining term of lease
Equipment, plant and fittings	-straight line over 3 and 5 years
Motor vehicles	-straight line over 5 years
Computer equipment	-straight line over 3 years

Fixed asset investments

Fixed asset investments represent the charitable company's holding of share capital in the subsidiary. The asset is shown in the financial statements at cost less any impairment losses recognised.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

1. ACCOUNTING POLICIES – continued

Lease arrangements

The buildings and plant at the centres are leased to the Charitable Company as part of the overall contractual relationship with the Authorities but the Authorities maintain ultimate control of these assets. Accordingly the access which the Charitable Company has in the use of these assets is to enable it to operate the leisure centres and golf courses, so that the Charitable Company can provide the public service it is contracted to provide, not to effectively own these public service assets. These assets are therefore not recognised on the Charitable Company's Balance Sheet.

Stocks

Stocks are valued at the lower of cost and net realisable value, on a first-in-first-out basis, after making due allowance for obsolete and slow moving items.

Provisions

A provision is recognised in the balance sheet when the Charitable Company has a present legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefit will be required to settle the obligation. Provisions, when created are based on the best information available to the Board at that point of time.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities as incurred.

Financial Instruments

The charitable company enters into basic financial instruments that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties and loans to related parties.

a) Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method, less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases, the receivables are stated at cost less impairment losses for bad and doubtful debts.

b) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand.

c) Impairment of financial assets

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and the best estimate, which is an approximation, of the amount that the company would receive for the asset if it were to be sold at the reporting date.

d) Trade and other creditors

Debt instruments like loans and other accounts payable are initially measured at present value of the future payments and subsequently at amortised cost using the effective interest method. Debt instruments that are payable within one year, typically trade payables, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or financed at a rate of interest that is not a market rate or in case of an outright short-term loan not at market rate, the financial asset is measured, initially and subsequently, at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020**

1. ACCOUNTING POLICIES – continued

Pensions

The Charitable Company complies with legislation concerning automatic enrolment and as such operates a defined contribution pension scheme. Contributions to defined contribution schemes are charged to the Statement of Financial Activities as incurred. These include contributions to the stakeholder pension scheme and employees' personal pension schemes.

The Charitable Company operates a pension scheme providing benefits based on final pensionable pay. Contributions to the defined benefits scheme are charged to the Statement of Financial Activities in order to allocate the cost of providing the pensions recognising any actuarial surplus or deficiency (where appropriate), over the working lives of the relevant employees as assessed in accordance with the advice of a professionally qualified actuary. The assets of the scheme are held separately in an independently administered fund.

Critical accounting judgements and key sources of estimation uncertainty

In the application of the Charitable Company's accounting policies management is required to make judgements, estimates and assumptions about the carrying value of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from the estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods. Management consider the following to be key sources of estimation uncertainty which would have a significant effect on the amounts recognised in the financial statements:

- i. A number of actuarial assumptions are used to quantify the Group's pension liability in respect of defined benefit pension schemes. Further information concerning these assumptions can be found in note 24.
- ii. The Charity Company provides for a dilapidations provision in respect of premises leased under operating leases that include end of lease rectification clauses. More detailed explanations for the basis of the provision can be found in note 23.
- iii. Depreciation charges for assets with a net book value of £7.55million are included in the Statement of Financial Activities based on the estimated useful economic life of fixed assets.

2. FINANCIAL ACTIVITIES OF THE CHARITY

The financial activities shown in the Group Statement of Financial Activities include those of the Charitable Company's wholly owned subsidiary Mytime Enterprises Limited.

A summary of the financial activities undertaken by the Charitable Company is set out below:

	31.3.20	31.3.19
	£	£
Gross incoming resources	26,372,561	27,786,349
Total expenditure on charitable activities	<u>(29,357,312)</u>	<u>(32,240,602)</u>
Net incoming resources	(2,984,751)	(4,454,253)
Actuarial (loss)/gain on defined benefit pension scheme	<u>38,000</u>	<u>(895,000)</u>
	<u><u>(2,946,751)</u></u>	<u><u>(5,349,253)</u></u>

3. INCOMING / (OUTGOING) RESOURCES FROM COMMERCIAL TRADING OPERATIONS

A summary of the trading results of the wholly owned subsidiary Mytime Enterprises Limited is shown below:

	31.3.20	31.3.19
	£	£
Turnover	1,223,567	1,658,776
Cost of sales and administration costs	(1,176,197)	(1,494,679)
Gift aid donation	<u>(47,370)</u>	<u>(164,097)</u>
Net profit	<u><u>-</u></u>	<u><u>-</u></u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

4. PROFIT / LOSS OF THE PARENT COMPANY

As permitted by section 408 of the Companies Act 2006, the income and expenditure account of the parent Charitable Company is not presented as part of these financial statements. The parent Charitable Company's net incoming/outgoing resources after actuarial gains/losses under defined benefit pension schemes for the financial year was a deficit of £2,946,751 (2019: £5,349,253 deficit). This deficit is calculated after taking into account the LBB pension settlement figure of £nil (2019: £2,616,000), when excluded this reduces the deficit to £2,946,751 (2019: £2,733,253).

5. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	31.3.20	31.3.19
	£	£
Operation of leisure, recreation sites and health activities	25,329,975	26,852,332
Other funding	665,601	741,605
Grants	170,000	-
Coronavirus job retention scheme	134,779	-
	<u>26,300,355</u>	<u>27,593,937</u>

Income from charitable activities was £26,300,355 (2019: £27,593,937) of which £298,736 (2019: £149,703) was attributable to restricted funds and £26,001,619 (2019: £27,444,234) was attributable to unrestricted funds.

6. INVESTMENT INCOME

	31.3.20	31.3.19
	£	£
Deposit account interest	<u>24,836</u>	<u>28,315</u>

All of the group's investment income arises from interest bearing deposit accounts. Income from investments was £24,836 (2019: £28,315) of which £Nil (2019: £nil) was attributable to restricted funds and £24,836 (2019: £28,315) was attributable to unrestricted funds.

7. RESOURCES EXPENDED ON CHARITABLE ACTIVITIES COSTS

	Direct Costs	Direct Staff Costs	Support Costs (see note 8)	31.3.20 Total Charitable Activities £	31.3.19 Total Charitable Activities £
	£	£	£		
Leisure, recreation and health activities	<u>11,573,462</u>	<u>13,266,790</u>	<u>4,517,060</u>	<u>29,357,312</u>	<u>32,240,602</u>

£311,688 (2019: £139,617) of the above costs were attributable to restricted funds and £29,045,624 (2019: £32,100,985) of the above costs were attributable to unrestricted funds.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020**

8. SUPPORT COSTS

Support costs, included in the above, are as follows:

	31.3.20	31.3.19
	Operation of leisure, recreation sites and health activities	Operation of leisure, recreation sites and health activities
	£	£
Wages	3,177,948	3,887,347
Premises expenses	73,795	273,513
Motor and travel	69,229	100,835
Overheads	421,345	686,171
Service charges	37,947	31,884
Legal and professional including governance costs	79,254	116,056
Consultants	352,456	381,694
Depreciation of tangible assets	138,086	20,667
Interest	<u>167,000</u>	<u>-</u>
	<u>4,517,060</u>	<u>5,498,167</u>

All support costs relate to the sole activity of the Charitable Company, being the provision of leisure, recreation and health services.

9. GOVERNANCE COSTS

	31.3.20	31.3.19
	£	£
Auditors' remuneration	28,757	27,860
Auditors' remuneration for non-audit work	3,150	1,500
Internal audit fees	<u>5,775</u>	<u>5,775</u>
	<u>37,682</u>	<u>35,135</u>

10. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/ (crediting):

	31.3.20	31.3.19
	£	£
Auditors' remuneration	28,757	27,860
Auditors' remuneration for non-audit work	3,150	1,500
Internal audit fees	5,755	5,775
Audit of trading subsidiary	3,750	3,750
Depreciation - owned assets	1,323,580	1,398,518
Hire of plant and machinery	83,572	50,247
Cost of stocks recognised as an expense	1,808,145	2,292,604
Loss/ (Surplus) on disposal of fixed assets	<u>(78,027)</u>	<u>(59,540)</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

11. TRUSTEES' REMUNERATION AND BENEFITS

The Trustees neither received nor waived any emoluments during the year.

Trustees' Expenses

During the year, reimbursed expenses amounting to £Nil (2019: £1,275) in total were paid to 0 (2019: 2) Trustees relating to travel costs.

12. STAFF COSTS

	31.3.20 £	31.3.19 £
Company		
Wages and salaries	13,930,643	14,587,063
Social security costs	964,320	1,069,288
Defined benefit pension costs	105,000	135,000
Other pension costs	569,459	363,183
Crystallisation of LGPS deficit	-	2,616,000
	<u>15,569,422</u>	<u>18,770,534</u>
Contractor costs	<u>363,090</u>	<u>151,011</u>
	15,932,512	18,921,545
Subsidiary		
Wages and salaries	448,919	595,692
Social security costs	37,252	46,590
Other pension costs	26,055	23,295
	<u>512,226</u>	<u>665,577</u>
	<u>16,444,738</u>	<u>19,587,122</u>

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

	31.3.20	31.3.19
Senior management	5	4
Leisure, recreation & health activities	1,065	1,151
Support	<u>74</u>	<u>79</u>
	<u>1,144</u>	<u>1,234</u>

The average monthly number of employees during the year, expressed as full time equivalents was as follows:

	31.3.20	31.3.19
Senior management	5	4
Leisure, recreation & health activities	367	383
Support	<u>73</u>	<u>76</u>
	<u>445</u>	<u>463</u>

The total amount of employee benefits received by key management personnel is £498,063 (2019: £527,347). The trust considers its key management personnel to comprise of the executive directors of the charitable company.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

12. STAFF COSTS - continued

The number of employees whose emoluments fell within the following bands was:

	31.3.20	31.3.19
£60,001 - £70,000	3	4
£80,001 - £90,000	3	-
£90,001 - £100,000	-	2
£100,001 - £110,000	1	-
£110,001 - £120,000	-	1
£140,001 - £150,000	1	-
£160,001 - £170,000	-	1
	<u>8</u>	<u>8</u>

The number of employees earning in excess of £60,000 (for the year) to whom retirement benefits are accruing:

31.3.20	31.3.19
<u>8</u>	<u>8</u>

13. TAXATION

The Charitable Company paid no corporation tax during the year. Provisions for £Nil (2019: £nil) have been made at 31 March 2020 for corporation tax due in respect of the surplus from trading activities recorded in the year ended 31 March 2020. During the year ended 31 March 2020 all trading activities were conducted by the wholly owned subsidiary, Mytime Enterprises Limited.

14. INTANGIBLE FIXED ASSETS**Group and company**

	Goodwill £
COST	
At 1 April 2019	237,176
Impairments	<u>-</u>
At 31 March 2020	<u>237,176</u>
AMORTISATION	
At 1 April 2019	237,176
Charge for year	-
Impairments	<u>-</u>
At 31 March 2020	<u>237,176</u>
NET BOOK VALUE	
At 31 March 2020	<u>-</u>
At 31 March 2019	<u>-</u>

MYTIME ACTIVE**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020****15. TANGIBLE FIXED ASSETS****Group and company**

	Improvements to property £	Equipment, plant and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST					
At 1 April 2019	11,617,282	8,603,232	53,855	1,852,033	22,126,402
Additions	343,693	777,012	-	331,627	1,452,332
Disposals	(9,361)	(321,880)	-	-	(331,241)
Reclassifications	(170,740)	170,740	-	-	-
At 31 March 2020	<u>11,780,874</u>	<u>9,229,103</u>	<u>53,855</u>	<u>2,183,660</u>	<u>23,247,493</u>
DEPRECIATION					
At 1 April 2019	5,815,075	7,326,366	53,855	1,430,412	14,625,708
Charge for year	588,684	575,639	-	159,257	1,323,580
Eliminated on disposal	(6,552)	(246,662)	-	-	(253,214)
At 31 March 2020	<u>6,397,207</u>	<u>7,655,343</u>	<u>53,855</u>	<u>1,589,670</u>	<u>15,696,074</u>
NET BOOK VALUE					
At 31 March 2020	<u>5,383,668</u>	<u>1,573,760</u>	<u>-</u>	<u>593,991</u>	<u>7,551,419</u>
At 31 March 2019	<u>5,802,206</u>	<u>1,276,866</u>	<u>-</u>	<u>421,621</u>	<u>7,500,693</u>

16. FIXED ASSET INVESTMENTS**Company**Shares in group
undertakings**MARKET VALUE**

At 1 April 2019 and 31 March 2020

£

1**NET BOOK VALUE**

At 31 March 2019 and 31 March 2020

1

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies included the following:

Mytime Enterprises Limited (company number 04851004)

Nature of business: Sale of food and beverages and the provision of catering services

Class of share:	% holding
Ordinary	100

Aggregate capital and reserves	31.3.20 £	31.3.19 £
Profit for the year	<u>1</u>	<u>1</u>
	<u>-</u>	<u>-</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

17. STOCKS

	Group		Company	
	31.3.20	31.3.19	31.3.20	31.3.19
	£	£	£	£
Stocks	<u>221,974</u>	<u>290,204</u>	<u>194,758</u>	<u>241,381</u>

Stock amounts recognised within expenditure for the current period are £1,808,145 (2019: £2,292,604).

18. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	31.3.20	31.3.19	31.3.20	31.3.19
	£	£	£	£
Trade debtors	348,985	756,324	326,330	727,872
Amounts owed by group undertakings	-	-	60,404	59,002
Other debtors	20,561	23,545	20,561	23,545
Prepayments and accrued income	<u>962,867</u>	<u>892,167</u>	<u>962,867</u>	<u>892,167</u>
	<u>1,332,413</u>	<u>1,672,036</u>	<u>1,370,162</u>	<u>1,702,586</u>

19. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	31.3.20	31.3.19	31.3.20	31.3.19
	£	£	£	£
Other loans (see note 22)	327,000	327,000	327,000	327,000
Trade creditors	65,243	395,455	43,457	344,861
Tax	-	-	-	-
Social security and other taxes	288,825	388,349	288,825	388,349
V.A.T.	416,025	380,161	416,025	380,161
Other creditors	227,016	104,471	227,016	104,471
Deferred income	785,679	1,445,769	785,679	1,445,769
Accrued expenses	<u>1,407,924</u>	<u>1,368,916</u>	<u>1,404,174</u>	<u>1,365,166</u>
	<u>3,517,712</u>	<u>4,410,121</u>	<u>3,492,176</u>	<u>4,355,777</u>

Deferred income relates to memberships paid in advance which were received in the current year. The amount deferred at 31 March 2019 has been released to the Statement of Financial Activities in full.

Barclays Bank PLC has a fixed charged over the assets of the company created on 21 July 2015 in respect of the banking facilities that it extends to the Group.

20. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	31.3.20	31.3.19	31.3.20	31.3.19
	£	£	£	£
Other loans (see note 22)	<u>1,962,000</u>	<u>2,289,000</u>	<u>1,962,000</u>	<u>2,289,000</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

21. LOANS

The Charitable Company has a loan with London Borough of Bromley for the crystallised pension deficit which commenced on 31 March 2019. The loan is repayable over 8 years in instalments. Interest was chargeable at 6% per annum. From March 2021 no interest is charged.

An analysis of the maturity of loans is given below:

	Group		Society	
	31.3.20	31.3.19	31.3.20	31.3.19
	£	£	£	£
Amounts falling due within one year on demand:				
Other loans	<u>327,000</u>	<u>327,000</u>	<u>327,000</u>	<u>327,000</u>
Amounts falling due between one and two years:				
Other loans	<u>360,720</u>	<u>327,000</u>	<u>360,720</u>	<u>327,000</u>
Amounts falling due between two and five years:				
Other loans	<u>1,211,334</u>	<u>1,308,000</u>	<u>1,211,334</u>	<u>1,308,000</u>
Amounts falling due in more than five years:				
Repayable by instalments				
Other loans	<u>389,946</u>	<u>654,000</u>	<u>389,946</u>	<u>654,000</u>
	<u>2,289,000</u>	<u>2,616,000</u>	<u>2,289,000</u>	<u>2,616,000</u>

22. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be made within the specified periods:

Group and company

	Land and buildings		Equipment	
	31.3.20	31.3.19	31.3.20	31.3.19
	£	£	£	£
Amounts to be paid:				
Within one year	1,160,259	316,738	18,234	1,679
Between one and five years	4,691,706	1,266,952	37,988	-
In more than five years	<u>35,632,187</u>	<u>2,158,302</u>	<u>-</u>	<u>-</u>
	<u>41,484,152</u>	<u>3,741,992</u>	<u>56,222</u>	<u>1,679</u>

23. PROVISIONS FOR LIABILITIES**Group and company**

	31.3.20	31.3.19
	£	£
Provisions for dilapidations	<u>318,958</u>	<u>476,432</u>

The Charitable Company's premises are leased under operating leases. The majority of leases include end of lease rectification clauses which impose certain requirements on the Charitable Company to complete repairs and maintenance or re-decoration activities if required. The Charitable Company provides for repairs and maintenance obligations as it becomes aware of any significant amounts that will be required. The Charitable Company does not provide for amounts where the potential exposure cannot be reliably measured and accordingly does not anticipate potential repairs and maintenance. Additionally the Charitable Company maintains the centres to a high standard and completes any necessary repairs and maintenance on a timely basis, addressing any events that require expenditure throughout the lease period as and when required. Such costs are expensed as incurred.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

24. EMPLOYEE BENEFIT OBLIGATIONS

The Charitable Company operates defined benefit pension schemes for some employees. The Charitable Company has admitted body status to the pension funds. Contributions to the schemes are charged to the Statements of Financial Activities so as to spread the cost of pensions over employees' working lives with the Charitable Company in such a way that the pension cost is a substantial level percentage of future pensionable payroll.

Actuarial valuations of the schemes are performed by a qualified actuary using the projected unit method. The most recent formal valuations of the schemes were at 31 March 2017 and this has been updated to 31 March 2020.

	Defined benefit pension plans	
	31.3.20	31.3.19
	£	£
Present value of funded obligations	(3,094,000)	(3,194,000)
Fair value of plan assets	<u>2,590,000</u>	<u>2,781,000</u>
	(504,000)	(413,000)
Present value of unfunded obligations	<u>-</u>	<u>(24,000)</u>
Deficit	<u>(504,000)</u>	<u>(437,000)</u>
Net liability	<u>(504,000)</u>	<u>(437,000)</u>

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

	Defined benefit pension plans	
	31.3.20	31.3.19
	£	£
Current service cost	94,000	135,000
Past service cost	22,000	-
Net interest cost	10,000	(9,000)
Administration expenses	<u>-</u>	<u>1,000</u>
	<u>126,000</u>	<u>127,000</u>
Actual return on plan assets	<u>(175,000)</u>	<u>1,232,000</u>

The amounts recognised in other comprehensive income are as follows:

	Defined benefit pension plans	
	31.3.20	31.3.19
	£	£
Actuarial (losses) / gains	<u>38,000</u>	<u>(895,000)</u>
	<u>38,000</u>	<u>(895,000)</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

24. EMPLOYEE BENEFIT OBLIGATIONS – continued

Changes in the present value of the defined benefit obligations are as follows:

	Defined benefit pension plans	
	31.3.20	31.3.19
	£	£
Defined benefit obligation	(3,218,000)	(17,476,000)
Current service cost	(94,000)	(135,000)
Past service cost	(22,000)	-
Contributions by scheme participants	(17,000)	(25,000)
Interest cost	(80,000)	(467,000)
Re-measurement (losses) / gains	283,000	(778,000)
Benefits paid	54,000	391,000
LBB Settlements	-	(3,479,000)
Clearance of LBB pension obligation due to cessation	-	18,751,000
	<u>(3,094,000)</u>	<u>(3,218,000)</u>

Changes in the fair value of scheme assets are as follows:

	Defined benefit pension plans	
	31.3.20	31.3.19
	£	£
Fair value of scheme assets	2,781,000	17,476,000
Contributions by employer	21,000	585,000
Contributions by scheme participants	17,000	25,000
Interest on plan assets	70,000	476,000
Re-measurement gains / (losses)	(245,000)	604,000
Benefits paid	(54,000)	(391,000)
Administration expenses	-	(1,000)
Asset curtailment	-	118,000
Clearance of LBB pension assets due to cessation	-	(16,111,000)
	<u>2,590,000</u>	<u>2,781,000</u>

The major categories of scheme assets as a percentage of total scheme assets are as follows:

	Defined benefit pension plans	
	31.3.20	31.3.19
Equities	61.69%	63.84%
Bonds	17.54%	18.08%
Cash	2.33%	2.18%
Other	8.04%	7.30%
Property	10.40%	8.60%
	<u>100.00%</u>	<u>100.00%</u>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020**

24. EMPLOYEE BENEFIT OBLIGATIONS - continued

Principal actuarial assumptions at the balance sheet date:

	31.3.20	31.3.19
Discount rate	2.3% - 2.4%	2.45% - 2.7%
Future salary increases	1.8% - 2.9%	2.8% - 3.9%
Future pension increases	1.8% - 1.9%	2.1% - 2.4%
Price increases	1.9%	2.1% - 2.4%

The following table sets out the sensitivity analysis produced by the actuary reporting in respect of the East Sussex Pension Fund:

	Approximate % increase to Employer Liability	Approximate monetary Amount (£)
0.5% decrease in Real Discount Rate	11%	119,000
0.5% increase in the Salary Increase Rate	1%	15,000
0.5% increase in the Pension Increase Rate	10%	103,000

Amounts for the current and last four periods are as follows:

The following table sets out the sensitivity analysis produced by the actuary reporting in respect of the Kent County Council Pension Fund:

	Central	+ 0.1% discount rate	+0.1% pay growth	1 year increase in life expectancy
	£	£	£	£
Projected service cost for next year	10,000	10,000	10,000	10,000
Present Value of total obligation	377,000	366,000	379,000	388,000
	Central	- 0.1% discount rate	-0.1% pay growth	1 year increase in life expectancy
	£	£	£	£
Projected service cost for next year	10,000	10,000	10,000	10,000
Present Value of total obligation	377,000	388,000	375,000	366,000

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

24. EMPLOYEE BENEFIT OBLIGATIONS - continued

The following table sets out the sensitivity analysis produced by the actuary reporting in respect of the Hampshire County Council Pension Fund:

	Central	+ 0.1% discount rate	+0.1% pay growth	1 year decrease in life expectancy
	£	£	£	£
Projected service cost for next year	53,000	52,000	53,000	55,000
Present Value of total obligation	1,659,000	1,619,000	1,667,000	1,710,000
	Central	- 0.1% discount rate	-0.1% pay growth	1 year increase in life expectancy
	£	£	£	£
Projected service cost for next year	53,000	55,000	53,000	51,000
Present Value of total obligation	1,659,000	1,699,000	1,651,000	1,608,000

Defined benefit pension plans

	31.3.20	31.3.19	31.3.18	31.3.17	31.3.16
Defined benefit obligation	(3,094,000)	(3,218,000)	(17,796,000)	(17,760,000)	(12,563,000)
Fair value of scheme assets	2,590,000	2,781,000	17,796,000	15,964,000	11,427,000
Deficit	(504,000)	(437,000)	-	(1,796,000)	(1,136,000)
Experience adjustments on scheme assets	-	-	-	-	-
Experience adjustments on scheme liabilities	-	-	-	689,000	1,000

Employer contribution rates for the year ending 31 March 2020 are East Sussex 13.8%, Kent 20.2%, and Hampshire 4%.

25. CONTINGENT LIABILITIES

The Charitable Company has contingent liabilities in respect of Performance Guarantees amounting to £100,000 (2019: £100,000).

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

26. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Group	Unrestricted fund	Restricted funds	31.3.20	31.3.19
			Total funds	Total funds
	£	£	£	£
Fixed assets	7,551,419	-	7,551,419	7,500,693
Current assets	6,631,887	149,595	6,781,482	11,088,842
Current liabilities	(3,517,712)	-	(3,517,712)	(4,410,121)
Long term liabilities	(1,962,000)	-	(1,962,000)	(2,289,000)
Provision for liabilities	(318,958)	-	(318,958)	(476,432)
Pension liability	(504,000)	-	(504,000)	(437,000)
	<u>7,880,636</u>	<u>149,595</u>	<u>8,030,231</u>	<u>10,976,982</u>

Company	Unrestricted fund	Restricted funds	31.3.20	31.3.19
			Total funds	Total funds
	£	£	£	£
Fixed assets	7,551,419	-	7,551,419	7,500,693
Investments	1	-	1	1
Current assets	6,606,350	149,595	6,755,945	11,034,497
Current liabilities	(3,492,176)	-	(3,492,176)	(4,355,777)
Long term liabilities	(1,962,000)	-	(1,962,000)	(2,289,000)
Provision for liabilities	(318,958)	-	(318,958)	(476,432)
Pension liability	(504,000)	-	(504,000)	(437,000)
	<u>7,880,636</u>	<u>149,595</u>	<u>8,030,231</u>	<u>10,976,982</u>

Comparative information in respect of the preceding period is as follows:

Group	Unrestricted fund	Restricted funds	31.3.19	31.3.18
			Total funds	Total funds
	£	£	£	£
Fixed assets	7,500,693	-	7,500,693	7,876,225
Current assets	10,926,295	162,547	11,088,842	12,254,475
Current liabilities	(4,410,121)	-	(4,410,121)	(3,378,036)
Long term liabilities	(2,289,000)	-	(2,289,000)	-
Provision for liabilities	(476,432)	-	(476,432)	(426,429)
Pension liability	(437,000)	-	(437,000)	-
	<u>10,814,435</u>	<u>162,547</u>	<u>10,976,982</u>	<u>16,326,235</u>

Company	Unrestricted fund	Restricted funds	31.3.19	31.3.18
			Total funds	Total funds
	£	£	£	£
Fixed assets	7,500,693	-	7,500,693	7,876,225
Investments	1	-	1	1
Current assets	10,871,950	162,547	11,034,497	12,206,675
Current liabilities	(4,355,777)	-	(4,355,777)	(3,330,237)
Long term liabilities	(2,289,000)	-	(2,289,000)	-
Provision for liabilities	(476,432)	-	(476,432)	(426,429)
Pension liability	(437,000)	-	(437,000)	-
	<u>10,814,435</u>	<u>162,547</u>	<u>10,976,982</u>	<u>16,326,235</u>

MYTIME ACTIVE**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020****27. MOVEMENT IN FUNDS****Group and Company**

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
Fixed asset fund	7,500,693	50,726	7,551,419
General fund	<u>3,313,742</u>	<u>(2,984,525)</u>	<u>329,217</u>
	10,814,435	(2,933,799)	7,880,636
Restricted funds			
Active Lifestyles	67,762	-	67,762
MyFuture	12,707	(4,098)	8,609
Arts train	25,386	5,003	30,389
Healthy Ageing Programme	42,108	(11,943)	30,165
Active Bromley - CIF	5,182	(4,005)	1,177
Get Active	<u>9,402</u>	<u>2,091</u>	<u>11,493</u>
	162,547	(12,952)	149,595
TOTAL FUNDS	<u>10,976,982</u>	<u>(2,946,751)</u>	<u>8,030,231</u>

Comparative information in respect of the preceding period is as follows:

Group and Company

	At 1.4.18 £	Net movement in funds £	At 31.3.19 £
Unrestricted funds			
Fixed asset fund	7,876,225	(375,532)	7,500,693
General fund	<u>8,297,549</u>	<u>(4,983,807)</u>	<u>3,313,742</u>
	16,173,774	(5,359,339)	10,814,435
Restricted funds			
Active Lifestyles	67,762	-	67,762
MyFuture	20,900	(8,193)	12,707
Arts train	6,613	18,773	25,386
Healthy Ageing Programme	46,355	(4,247)	42,108
Active Bromley - CIF	5,245	(63)	5,182
Get Active	<u>5,586</u>	<u>3,816</u>	<u>9,402</u>
	152,461	10,086	162,547
TOTAL FUNDS	<u>16,326,235</u>	<u>(5,349,253)</u>	<u>10,976,982</u>

MYTIME ACTIVE**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020****27. MOVEMENT IN FUNDS - continued**

Net movement in funds, included in the above are as follows:

Group

	Income £	Expenditure £	Gains, losses and transfers £	Movement in funds £
Unrestricted funds				
Fixed asset fund	-	(1,401,606)	1,452,332	50,726
General fund	<u>27,250,022</u>	<u>(28,820,215)</u>	<u>(1,414,332)</u>	<u>(2,984,525)</u>
	27,250,022	(30,221,821)	38,000	(2,933,799)
Restricted funds				
MyFuture	9,227	(13,325)	-	(4,098)
Arts train	145,022	(140,019)	-	5,003
Healthy Ageing Programme	59,658	(71,601)	-	(11,943)
Active Bromley - CIF	12,248	(16,253)	-	(4,005)
Get Active	<u>72,581</u>	<u>(70,490)</u>	-	<u>2,091</u>
	298,736	(311,688)	-	(12,952)
TOTAL MOVEMENT IN FUNDS	<u><u>27,548,758</u></u>	<u><u>(30,533,509)</u></u>	<u><u>38,000</u></u>	<u><u>(2,946,751)</u></u>

Company

	Income £	Expenditure £	Gains, losses and transfers £	Movement in funds £
Unrestricted funds				
Fixed asset fund	-	(1,401,606)	1,452,332	50,726
General fund	<u>26,073,825</u>	<u>(27,644,018)</u>	<u>(1,414,332)</u>	<u>(2,984,525)</u>
	26,073,825	(29,045,624)	38,000	(2,933,799)
Restricted funds				
MyFuture	9,227	(13,325)	-	(4,098)
Arts train	145,022	(140,019)	-	5,003
Healthy Ageing Programme	59,658	(71,601)	-	(11,943)
Active Bromley - CIF	12,248	(16,253)	-	(4,005)
Get Active	<u>72,581</u>	<u>(70,490)</u>	-	<u>2,091</u>
	298,736	(311,688)	-	(12,952)
TOTAL MOVEMENT IN FUNDS	<u><u>26,372,561</u></u>	<u><u>(29,357,312)</u></u>	<u><u>38,000</u></u>	<u><u>(2,946,751)</u></u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

27. MOVEMENT IN FUNDS – continued

Comparative information in respect of the preceding period is as follows:

Group

	Income £	Expenditure £	Gains, losses and transfers £	Movement in funds £
Unrestricted funds				
Fixed asset fund	-	(1,398,518)	1,022,987	(375,531)
General fund	<u>29,131,325</u>	<u>(32,197,146)</u>	<u>(1,917,987)</u>	<u>(4,983,808)</u>
	29,131,325	(33,595,664)	(895,000)	(5,359,339)
Restricted funds				
MyFuture	12,737	(20,930)	-	(8,193)
Arts train	108,480	(89,707)	-	18,773
Healthy Ageing Programme	18,000	(22,247)	-	(4,247)
Active Bromley - CIF	-	(63)	-	(63)
Get Active	<u>10,486</u>	<u>(6,670)</u>	<u>-</u>	<u>3,816</u>
	149,703	(139,617)	-	10,086
TOTAL MOVEMENT IN FUNDS	<u><u>29,281,028</u></u>	<u><u>(33,735,281)</u></u>	<u><u>(895,000)</u></u>	<u><u>(5,349,253)</u></u>

Company

	Income £	Expenditure £	Gains, losses and transfers £	Movement in funds £
Unrestricted funds				
Fixed asset fund	-	(1,398,518)	1,022,987	(375,531)
General fund	<u>27,636,646</u>	<u>(30,702,467)</u>	<u>(1,917,987)</u>	<u>(4,983,808)</u>
	27,636,646	(32,100,985)	(895,000)	(5,359,339)
Restricted funds				
MyFuture	12,737	(20,930)	-	(8,193)
Arts train	108,480	(89,707)	-	18,773
Healthy Ageing Programme	18,000	(22,247)	-	(4,247)
Active Bromley - CIF	-	(63)	-	(63)
Get Active	<u>10,486</u>	<u>(6,670)</u>	<u>-</u>	<u>3,816</u>
	149,703	(139,617)	-	10,086
TOTAL MOVEMENT IN FUNDS	<u><u>27,786,349</u></u>	<u><u>(32,240,602)</u></u>	<u><u>(895,000)</u></u>	<u><u>(5,349,253)</u></u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

27. MOVEMENT IN FUNDS – continued

Transfers

Fixed asset additions for the year of £1,190,956 are shown as a transfer from unrestricted general funds to unrestricted fixed asset funds.

MyFuture

MyFuture is a Sports Outreach programme working in targeted areas of Bromley to provide quality activities for young people aged 11-19. The partnership includes Mytime Active, the London Borough of Bromley, Clarion Housing Association and the Harris Academy Orpington. The programme offers free activity sessions each week.

Arts Train

This is a borough-wide project which gives young people access to a diverse range of creative music-making opportunities. Funders and partners include Youth Music, Art Council England and Clarian Housing Association.

Healthy Ageing Programme

Funding sourced through a range of partners, including Pro Active Bromley to increase physical activity opportunities for older people.

Active Bromley - CIF

Funding sourced through the Pro Active Bromley sports activation project to deliver community projects with a range of partners.

Get Active

A project funded by England Golf to increase the number of black and minority community groups and individuals into golf in Birmingham.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2020

28. CAPITAL COMMITMENTS

The group has commitments in accordance with its Bromley leases to implement a program of capital improvements to leased property within the first 5 years of signing. The leases do not specify the amount of investment required but an agreement alongside the leases does indicate that the program is likely to be in the region of £2.5m. Mytime Active has spent approximately £1.1m on the required program in the period under review and the details of this spend have been shared with the lessor. There are no firm plans to spend further amounts on this program in the next 12 months.

In addition there were commitments at the balance sheet date in respect of another lease which require the group to undertake expenditure of £2.4m. In light of the current pandemic this commitment is currently under review with the lessor and a revised agreement is being negotiated.

29. LEGAL STATUS

The Charity is a Company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

30. RELATED PARTY TRANSACTIONS

The spouse of trustee Mr M Evans works for Mytime Active as a swimming instructor. Mr M Evans declares this interest at all meetings and is not involved in decisions that would influence the pay of his spouse. During the year under review there were no other transactions with related parties.

31. ULTIMATE CONTROLLING PARTY

There is no ultimate controlling party. The Board of Trustees and the management team are responsible for the strategic and operational decisions of the Charitable Company.

32. POST BALANCE SHEET EVENT

Mytime Active has reached lease exit agreements at its Barnehurst site (with London Borough of Bexley) and Southampton site (with Southampton City Council).

The Barnehurst exit agreement incurred an estimated cost of £192k (with £86k of this relating to 2020-2021 annual rentals and £28k related to dilapidations already provided for) and an additional expected asset write off of £215k. These costs are outweighed by the benefit of mitigated losses in future periods as supported by an independent surveyors report in accordance with the charities act.

The Southampton exit agreement incurred an estimated cost of £111k (with £34k of this relating to 2020-2021 annual rentals and £71k related to dilapidations already provided for) and there is no expected asset impairment.