

**Report of the Trustees and**  
**Unaudited Financial Statements for the Year Ended 31 March 2018**  
**for**  
**Love Withington Baths**

Ascendis  
Chartered Certified Accountants & Business Advisor  
Unit 3, Building 2  
The Colony Wilmslow  
Altrincham Road  
Wilmslow  
Cheshire  
SK9 4LY

**Love Withington Baths**

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**for the Year Ended 31 March 2018**

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**Love Withington Baths**

**Report of the Trustees**  
**for the Year Ended 31 March 2018**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2018. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

**Love Withington Baths**  
**Report of the Trustees**  
**for the Year Ended 31 March 2018**

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

**1. Objects**

The objects of Love Withington Baths are to:

1.1 To advance the education of the public, and the knowledge and appreciation of the heritage of South Manchester by the preservation of the buildings known as Withington Baths

1.2 To advance education by the provision of facilities for physical education and swimming lessons at the Baths;

1.3 To advance the health of the public by the provision of facilities for swimming, exercise and physical therapies at the Baths for the Intended Beneficiaries;

1.4 To advance amateur sport by the provision of facilities for swimming and other sports at the Baths for the Intended Beneficiaries;

1.5 To promote community development in an area of social and economic deprivation by the promotion of urban regeneration in particular in the areas of Withington and Old Moat, South Manchester, as follows:

1.5.1 the creation of training and employment opportunities by the provision of workspace, buildings, and/or land for use on favourable terms;

1.5.2 the maintenance, improvement or provision of public amenities;

1.5.3 the preservation of buildings or sites of historic or architectural importance.

1.6 the provision of recreational facilities for the public at large or those who by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances, have need of such facilities:

1.7 To promote for the benefit of the inhabitants of Withington and Old Moat in South Manchester and the surrounding area the provision of facilities for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances or for the public at large in the interests of social welfare and with the object of improving the condition of life of the said inhabitants.

**2. Strategy to achieve the objectives**

Love Withington Baths took over the running of Withington Baths and Leisure Centre in June 2015. In accordance with our business plan, the priorities for year 3 continued to focus on the operation of the facility and the provision of our core services as well as the diversification of activities which take place within the Baths. Our core services are: gym membership, swimming lessons and fitness classes.

**3. Main activities undertaken during the year**

**Operation of the facility**

We have:

- Refurbished the poolside showers
- Continued to run external communications including social media
- Carried out repairs to the building's M & E plant and machinery

**Provision of our core services**

We have:

- Provided gym services to approximately 2,000 members
- Introduced a Personal Training programme delivered through staff and an external provider
- Provided swimming for over 450 children through our schools swimming programme
- Provided after-school swimming for 285 children every week of the year
- Provided our Baby Swimming programme for 50 Under 3's
- Introduced 1-2-1 swimming lessons for young people and adults
- Provided a Family Fun swim every Sunday morning

**Love Withington Baths**  
**Report of the Trustees**  
**for the Year Ended 31 March 2018**

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

Additional services

We have also:

- Established a 'treatment room' for physiotherapy, osteopathy and other treatments
- Introduced and hosted a range of classes for babies and toddlers
- Run approximately 50 pool parties for children aged 6 - 11
- Hosted community events for Withington Civic Society and Neighbourhood Watch
- Hosted 3 PARS classes for the NHS each week for an average of 10 people per class
- Provided a class per week for older people free of charge

**4. Trustee Review**

This has been a very positive year, building on the achievements of Years 1 and 2. The priorities were to establish the business more securely; improve the quality of our services; continue the improvement to the building fabric and, to diversify what was on offer within the facility. Again, we have achieved this and exceeded it.

Most importantly, our gym membership and our swim school revenue remains above projection. These two income streams provide the basis for the business. Membership has been above target throughout the year and the swim school has grown gradually over the 12 months. We have significantly improved the quality of our classes and the times at which they take place.

Financially, we are in good health. We have a reserve policy and a reserve of £40,000 now in place. In addition to the reserve there is a £120,000 sinking fund which will be used for long term improvements. We have achieved a healthy surplus - of which this reserve is part - due to effective budgeting, cost management and exceeding our revenue projections. We are increasing staff salaries in Year 4 by 3% and have established our utility costs for the next 2 years.

These are our 2 largest costs. Operating costs are therefore well known and other projected increases are directly linked to revenue generating activities.

**5. Future developments**

In Year 4 we will:

- Sign a long term lease with Manchester City Council
- Grow our sinking fund to address the larger improvements to the building fabric such as the roof
- Undertake capital projects including improvement to the sauna area, Studio 1 and the upstairs co-working space

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

09515855 (England and Wales)

**Registered Charity number**

1167366

**Registered office**

Unit 3, Building 2  
The Colony Wilmslow  
Altrincham Road  
Wilmslow  
Cheshire  
SK9 4LY

**Love Withington Baths**

**Report of the Trustees**  
**for the Year Ended 31 March 2018**

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Trustees**

Ms S N Astley	Landlord Property Devm	
Ms H Corr	Marketing Manager	- resigned 10.7.17
Ms A De Araujo	Business Change Manager	
D Payne	Self Employed	
P Smith	Director	
D Shannon	Director	
Ms J Green		- appointed 10.7.17

**Company Secretary**

W B R Pinnock

**Independent examiner**

Ascendis  
Chartered Certified Accountants & Business Advisor  
Unit 3, Building 2  
The Colony Wilmslow  
Altrincham Road  
Wilmslow  
Cheshire  
SK9 4LY

Approved by order of the board of trustees on 13 June 2018 and signed on its behalf by:

P Smith - Trustee

**Independent Examiner's Report to the Trustees of**  
**Love Withington Baths**

**Independent examiner's report to the trustees of Love Withington Baths ('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2018.

**Responsibilities and basis of report**

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

**Independent examiner's statement**

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ACCA which is one of the listed bodies

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached

Ascendis Business Services  
ACCA  
Ascendis  
Chartered Certified Accountants & Business Advisor  
Unit 3, Building 2  
The Colony Wilmslow  
Altrincham Road  
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SK9 4LY

13 June 2018

**Love Withington Baths**

**Statement of Financial Activities**  
**for the Year Ended 31 March 2018**

		31.3.18 Unrestricted fund £	31.3.17 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>	Notes		
Donations and legacies	2	7,415	14,068
Other trading activities	3	700,351	603,869
Investment income	4	447	429
<b>Total</b>		<u>708,213</u>	<u>618,366</u>
 <b>EXPENDITURE ON</b>			
Raising funds	5	42,018	28,507
Other		<u>485,972</u>	<u>459,920</u>
<b>Total</b>		<u>527,990</u>	<u>488,427</u>
 <b>NET INCOME</b>		<u>180,223</u>	<u>129,939</u>
 <b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>		106,411	(23,528)
 <b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>286,634</u></u>	<u><u>106,411</u></u>
 <b>CONTINUING OPERATIONS</b>			
All income and expenditure has arisen from continuing activities.			

The notes form part of these financial statements



**Love Withington Baths**

**Balance Sheet**  
**At 31 March 2018**

		31.3.18 Unrestricted fund £	31.3.17 Total funds £
	Notes		
<b>FIXED ASSETS</b>			
Tangible assets	11	47,524	21,204
<b>CURRENT ASSETS</b>			
Debtors	12	2,968	9,517
Cash at bank and in hand		314,098	163,926
		<hr/>	<hr/>
		317,066	173,443
<b>CREDITORS</b>			
Amounts falling due within one year	13	(77,956)	(88,236)
<b>NET CURRENT ASSETS</b>		<hr/>	<hr/>
		239,110	85,207
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<hr/>	<hr/>
		286,634	106,411
<b>NET ASSETS</b>		<hr/>	<hr/>
		286,634	106,411
<b>FUNDS</b>	15		
Unrestricted funds		286,634	106,411
<b>TOTAL FUNDS</b>		<hr/>	<hr/>
		286,634	106,411

The notes form part of these financial statements

**Love Withington Baths**

**Balance Sheet - continued**  
**At 31 March 2018**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2018 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 13 June 2018 and were signed on its behalf by:

P Smith -Trustee

**Love Withington Baths**

**Cash Flow Statement**  
**for the Year Ended 31 March 2018**

	Notes	31.3.18 £	31.3.17 £
<b>Cash flows from operating activities:</b>			
Cash generated from operations	18	187,724	151,236
		-	(6,433)
<b>Net cash provided by (used in) operating activities</b>		<u>187,724</u>	<u>144,803</u>
<b>Cash flows from investing activities:</b>			
Purchase of tangible fixed assets		(31,749)	(22,090)
Interest received		447	429
<b>Net cash provided by (used in) investing activities</b>		<u>(31,302)</u>	<u>(21,661)</u>
<b>Cash flows from financing activities:</b>			
Loan repayments in year		(6,250)	(18,567)
<b>Net cash provided by (used in) financing activities</b>		<u>(6,250)</u>	<u>(18,567)</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u>150,172</u>	<u>104,575</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>163,926</u>	<u>59,351</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u>314,098</u></u>	<u><u>163,926</u></u>

The notes form part of these financial statements

## Love Withington Baths

### Notes to the Financial Statements for the Year Ended 31 March 2018

#### 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 Financial Reporting Standard applicable in the UK and Republic of Ireland (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. The financial statements have been prepared under the historical cost convention.

##### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

##### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost 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 resources.

##### **Allocation and apportionment of costs**

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	- 15% on reducing balance
Plant and machinery	- 25% on reducing balance

##### **Taxation**

The charity is exempt from corporation tax on its charitable activities.

##### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

##### **Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

#### 2. DONATIONS AND LEGACIES

	31.3.18	31.3.17
	£	£
Donations	7,415	14,068
	<u>          </u>	<u>          </u>

**Love Withington Baths**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2018**

**3. OTHER TRADING ACTIVITIES**

	31.3.18	31.3.17
	£	£
Membership fees	532,041	481,219
Shop income	6,468	5,500
Room hire	18,813	10,717
Use of swimming pool	143,029	106,433
	<u>700,351</u>	<u>603,869</u>

**4. INVESTMENT INCOME**

	31.3.18	31.3.17
	£	£
Interest receivable - trading	447	429
	<u>447</u>	<u>429</u>

**5. RAISING FUNDS**

**Other trading activities**

	31.3.18	31.3.17
	£	£
Purchases	7,048	4,402
Staff costs	34,970	24,105
	<u>42,018</u>	<u>28,507</u>

**6. SUPPORT COSTS**

	Management	Finance	Other	Totals
	£	£	£	£
Other resources expended	278,667	111,746	95,559	485,972
	<u>278,667</u>	<u>111,746</u>	<u>95,559</u>	<u>485,972</u>

**7. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	31.3.18	31.3.17
	£	£
Depreciation - owned assets	5,429	2,175
Other operating leases	17,372	62,486
	<u>22,801</u>	<u>64,661</u>

**8. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2018 nor for the year ended 31 March 2017.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2018 nor for the year ended 31 March 2017.

**Love Withington Baths**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2018**

**9. STAFF COSTS**

	31.3.18	31.3.17
	£	£
Wages and salaries	287,116	243,984
Social security costs	15,773	15,195
	<u>302,889</u>	<u>259,179</u>

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

	31.3.18	31.3.17
	16	16
Wages and salaries	<u>16</u>	<u>16</u>

No employees received emoluments in excess of £60,000.

**10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted fund £
<b>INCOME AND ENDOWMENTS FROM</b>	
Donations and legacies	14,068
Other trading activities	603,869
Investment income	429
<b>Total</b>	<u>618,366</u>
<b>EXPENDITURE ON</b>	
Raising funds	28,507
Other	459,920
<b>Total</b>	<u>488,427</u>
<b>NET INCOME</b>	129,939
<b>RECONCILIATION OF FUNDS</b>	
<b>Total funds brought forward</b>	(23,528)
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>106,411</u>

**Love Withington Baths**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2018**

**11. TANGIBLE FIXED ASSETS**

	Improvements to property £	Plant and machinery £	Totals £
<b>COST</b>			
At 1 April 2017	21,910	1,642	23,552
Additions	31,749	-	31,749
At 31 March 2018	<u>53,659</u>	<u>1,642</u>	<u>55,301</u>
<b>DEPRECIATION</b>			
At 1 April 2017	1,827	521	2,348
Charge for year	5,149	280	5,429
At 31 March 2018	<u>6,976</u>	<u>801</u>	<u>7,777</u>
<b>NET BOOK VALUE</b>			
At 31 March 2018	<u>46,683</u>	<u>841</u>	<u>47,524</u>
At 31 March 2017	<u>20,083</u>	<u>1,121</u>	<u>21,204</u>

**12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.3.18 £	31.3.17 £
Other debtors	600	1,079
Prepayments	2,368	8,438
	<u>2,968</u>	<u>9,517</u>

**13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.3.18 £	31.3.17 £
Other loans (see note 14)	-	6,250
Trade creditors	5,805	9,291
Social security and other taxes	9,815	-
Other creditors	828	10,933
Accruals and deferred income	61,508	61,762
	<u>77,956</u>	<u>88,236</u>

**14. LOANS**

An analysis of the maturity of loans is given below:

	31.3.18 £	31.3.17 £
Amounts falling due within one year on demand:		
Other loans	<u>-</u>	<u>6,250</u>

**Love Withington Baths**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2018**

**15. MOVEMENT IN FUNDS**

	At 1.4.17 £	Net movement in funds £	At 31.3.18 £
<b>Unrestricted funds</b>			
General fund	106,411	180,223	286,634
<b>TOTAL FUNDS</b>	<u>106,411</u>	<u>180,223</u>	<u>286,634</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	708,213	(527,990)	180,223
<b>TOTAL FUNDS</b>	<u>708,213</u>	<u>(527,990)</u>	<u>180,223</u>

**Comparatives for movement in funds**

	At 1.4.16 £	Net movement in funds £	At 31.3.17 £
<b>Unrestricted Funds</b>			
General fund	(23,528)	129,939	<b>106,411</b>
<b>TOTAL FUNDS</b>	<u>(23,528)</u>	<u>129,939</u>	<u><b>106,411</b></u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	618,366	(488,427)	<b>129,939</b>
<b>TOTAL FUNDS</b>	<u>618,366</u>	<u>(488,427)</u>	<u><b>129,939</b></u>

**16. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 March 2018.



**Love Withington Baths**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 March 2018**

**17. RESERVES**

Reserve - £40,000

Sinking fund - £120,000

General operating fund - £126,634

Total per balance sheet - £286,634

**18. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	31.3.18	31.3.17
	£	£
<b>Net income for the reporting period (as per the statement of financial activities)</b>	180,223	129,939
<b>Adjustments for:</b>		
Depreciation charges	5,429	2,175
Interest received	(447)	(429)
Decrease in debtors	6,549	8,599
(Decrease)/increase in creditors	(4,030)	10,952
	<hr/>	<hr/>
<b>Net cash provided by (used in) operating activities</b>	<u>187,724</u>	<u>151,236</u>

**Love Withington Baths**

**Detailed Statement of Financial Activities**  
**for the Year Ended 31 March 2018**

	31.3.18 £	31.3.17 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	7,415	14,068
<b>Other trading activities</b>		
Membership fees	532,041	481,219
Shop income	6,468	5,500
Room hire	18,813	10,717
Use of swimming pool	143,029	106,433
	<hr/> 700,351	<hr/> 603,869
<b>Investment income</b>		
Interest receivable - trading	447	429
	<hr/>	<hr/>
<b>Total incoming resources</b>	708,213	618,366
 <b>EXPENDITURE</b>		
<b>Other trading activities</b>		
Purchases	7,048	4,402
Instructors and classes	34,970	24,105
	<hr/> 42,018	<hr/> 28,507
<b>Support costs</b>		
<b>Management</b>		
Wages and pension	252,146	219,879
Social security	15,773	15,195
Staff training & uniform	1,023	5,384
Advertising	9,725	5,149
	<hr/> 278,667	<hr/> 245,607
<b>Finance</b>		
Other operating leases	17,372	62,486
Rates and water	16,887	10,056
Insurance	11,783	8,219
Light and heat	45,495	37,888
Accountancy	12,660	11,800
Loan interest	812	3,250
Bank charges	3,419	2,808
Legal & professional	3,318	1,938
	<hr/> 111,746	<hr/> 138,445
<b>Other</b>		
Sundry expenses	2,122	2,988
Computer consumables	6,424	4,594
Telephone	1,299	642
Repairs & cleaning	57,751	57,837
Carried forward	67,596	66,061

This page does not form part of the statutory financial statements

**Love Withington Baths**

**Detailed Statement of Financial Activities**  
**for the Year Ended 31 March 2018**

	31.3.18	31.3.17
	£	£
<b>Other</b>		
Brought forward	67,596	66,061
Equipment & consumables	22,534	7,632
Depreciation of tangible fixed assets	5,429	2,175
	<hr/>	<hr/>
	95,559	75,868
	<hr/>	<hr/>
<b>Total resources expended</b>	527,990	488,427
	<hr/>	<hr/>
<b>Net income</b>	180,223	129,939
	<hr/> <hr/>	<hr/> <hr/>

This page does not form part of the statutory financial statements