

**ACTIVE4TODAY LIMITED
DIRECTORS' REPORT AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

COMPANY LIMITED BY GUARANTEE

Tom Geraghty & Associates
Chartered Accountants and Business Advisors

38 North Gate
Newark-on-Trent
Nottinghamshire
NG24 1EZ

Active4Today Limited
Directors' Report and Audited Financial Statements
For The Year Ended 31 March 2018

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Active4Today Limited
Company Information
For The Year Ended 31 March 2018

Directors

Mr Roger Blaney
Mr Andrew Carolan
Ms Kirsty Cole
Mr Sanjiv Kohli
Mr David Lloyd
Ms Abbie Truswell

Company Number

09477018

Registered Office

Newark Sports and Fitness Centre
Bowbridge Road
Newark
Nottinghamshire
NG24 4DH

Accountants

Tom Geraghty & Associates
Chartered Accountants and Business Advisors
38 North Gate
Newark-on-Trent
Nottinghamshire
NG24 1EZ

Auditors

Wright Vigar Ltd
Chartered Accountants and Business Advisors
15 Newland
Lincoln
Lincolnshire
LN1 1XG

Active4Today Limited
Company No. 09477018
Directors' Report For The Year Ended 31 March 2018

The directors present their report and the financial statements for the year ended 31 March 2018.

Active4Today Ltd was launched on 1st June 2015, as an independent company registered with Companies House, with Newark and Sherwood District Council being the single shareholder.

Active4Today Limited and its business consists of three leisure centres, a sports development section and a headquarters, which collects and manages the finance of the business, including the in-house direct debit finance, associated with their popular membership schemes. In addition to these services, Active4Today Ltd provides administrative and management support to the Southwell Leisure Centre Trust and operates additional wetside and dryside provision out of South Forest Complex, Newark Academy and Bishop Alexander LEAD Academy, through service level agreements.

The aim of the business is to focus on 3 distinct areas:

- Healthy and active lifestyles
- Accessible facilities
- Financial viability

To the end of 2017/2018 the Company played host to 1,028,623 visitors, using its facilities and sports development service. In addition, it has a direct debit membership of 9,063 members, which consist of both adult and juniors.

The company's unique selling point (USP) is that of a fully accessible service, which is family friendly and offers a wide range of activities to attract users from all age groups and all socio-economic backgrounds. The work of the company, although complimentary, is split into three areas. These are:

- Leisure facilities
- Outreach work
- Club development

The year to 31st March 2018 was the second full trading year by the company which started trading in June 2015. The surplus in year continues to represent a realistic commercial outcome for the business and it's not for profit status.

Throughout 2017/2018, as with previous years, substantial repairs and renewals to the facilities have taken place, in order to ensure these facilities remain in very good condition, which meet the customer expectation. This is in line with the Company's contractual arrangements with the Council and the requirements to ensure the facilities remain in a condition which is 'fit for purpose' and reflects the Council's and Company's commitment to providing a quality experience, for its customers.

Reserves for the Company remain in a good position and the Company continues to make provision to these annually, to achieve its desired position and one which supports the Company's financial sustainability.

Statement of Directors' Responsibilities

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing the financial statements the directors are required to:

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

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

Directors

The directors who held office during the year were as follows:

Mr Roger Blaney	
Mr Andrew Carolan	
Ms Kirsty Cole	Appointed 18/01/2018
Mr Sanjiv Kohli	Appointed 18/01/2018
Mr David Lloyd	
Mr Andrew Muter	Resigned 18/01/2018
Ms Abbie Truswell	

Small Company Rules

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

On behalf of the board

Mr Andrew Carolan

Date

Active4Today Limited
Accountant's Report
For The Year Ended 31 March 2018

In accordance with our engagement letter and in order to assist you to fulfil your duties under the Companies Act 2006, we have compiled the financial statements of the company from the accounting records and information and explanations you have given to us.

This report is made to the directors in accordance with the terms of our engagement. Our work has been undertaken to prepare for approval by the directors the financial statements that we have been engaged to compile, to report to the directors that we have done so, and to state those matters that we have agreed to state to them in this 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 Company and the Company's directors for our work or for this report.

You have acknowledged on the balance sheet as at year ended 31 March 2018 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 2006.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

Date

Tom Geraghty & Associates
Chartered Accountants and Business Advisors
38 North Gate
Newark-on-Trent
Nottinghamshire
NG24 1EZ

Active4Today Limited
Report of the Independent Auditors to the Members of Active4Today Limited
For The Year Ended 31 March 2018

Opinion

We have audited the financial statements of Active4Today Limited (the 'company') for the year ended 31 March 2018 which comprise the Income Statement, Balance Sheet, Statement of Changes in Equity 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).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2018;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

Other information

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

Our opinion on the financial statements does not cover the other information and 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, 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 Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

Other Matter

The comparative amounts in respect of the year ended 31 March 2017 were not audited.

James Sewell BA (Hons) FCA CTA (Senior Statutory Auditor)
for and on behalf of Wright Vigar Limited
Statutory Auditor, Chartered Accountant and Business Advisers
15 Newland
Lincoln
LN1 1XG

DATE

Active4Today Limited
Income and Expenditure Account
For The Year Ended 31 March 2018

	Notes	2018 £	2017 £
TURNOVER		2,836,896	2,562,117
Administrative expenses		(2,809,407)	(2,782,374)
Other operating income		323,106	371,422
OPERATING SURPLUS		350,595	151,165
Income from other current asset investments		2,022	1,746
Irrecoverable VAT		(173,681)	(142,508)
SURPLUS BEFORE TAXATION		178,936	10,403
Corporation tax payable		(384)	(357)
SURPLUS AFTER TAXATION		178,552	10,046

The notes on pages 8 to 10 form part of these financial statements.

Active4Today Limited
Balance Sheet
As at 31 March 2018

	Notes	2018 £	2018 £	2017 £	2017 £
CURRENT ASSETS					
Stocks	3	3,034		3,877	
Debtors	4	695,740		714,429	
Cash at bank and in hand		76,970		10,293	
Pension assets	6	2,463,000		2,144,000	
		3,238,744		2,872,599	
Creditors: Amounts Falling Due Within One Year	5	(398,067)		(529,476)	
TOTAL ASSETS LESS CURRENT LIABILITIES					
			2,840,677	2,343,123	
NET ASSETS EXCLUDING PENSION LIABILITY					
			2,840,677	2,343,123	
Pension liability	6	(5,352,000)		(4,949,000)	
NET LIABILITIES INCLUDING PENSION LIABILITY		(2,511,323)		(2,605,877)	
RESERVES:					
Reserves:	Brought forward	Movement	Balance as at 31 March 2018	Balance as at 31 March 2017	
Contingency reserve	96,864	23,811	120,675	96,864	
Repair reserve	-	187,002	187,002	-	
Development reserve	70,000	-	70,000	70,000	
Other reserve	32,259	(32,259)	-	32,259	
Pension deficit	(2,805,000)	(84,000)	(2,889,000)	(2,805,000)	
TOTAL RESERVES	(2,605,877)	94,554	(2,511,323)	(2,605,877)	

For the year ending 31 March 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have opted for the company to have an audit.
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.
- These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

On behalf of the board

Mr Andrew Carolan
Date

Active4Today Limited
Balance Sheet (continued)
As at 31 March 2018

The notes on pages 8 to 10 form part of these financial statements.

1. Accounting Policies

1.1. Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention and in accordance with the FRS 102 Section 1A Small Entities - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

1.2. Turnover

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Sale of goods

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

Rendering of services

Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs. Turnover is only recognised to the extent of recoverable expenses when the outcome of a contract cannot be estimated reliably.

1.3. Stocks and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads. Work-in-progress is reflected in the accounts on a contract by contract basis by recording turnover and related costs as contract activity progresses.

1.4. Taxation

Income tax expense represents the sum of the tax currently payable.

1.5. Management fee

Management fees are recognised in the Income and Expenditure account in an appropriate manner that matches them with the expenditure towards which they are intended to contribute.

Fees for immediate financial support or to cover costs already incurred are recognised immediately in the Income and Expenditure account. Fees towards general activities of the entity over a specific period are recognised in the Income and Expenditure account over that period.

Fees towards fixed assets are recognised over the expected useful lives of the related assets and are treated as deferred income and released to the Income and Expenditure account over the useful life of the asset concerned.

All fees in the Income and Expenditure account are recognised when all conditions for receipt have been complied with.

Active4Today Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2018

2. Average Number of Employees

Average number of employees, including directors, during the year was as follows

	2018	2017
Administrative and leisure staff	59	63
	<u>59</u>	<u>63</u>

3. Stocks

	2018	2017
	£	£
Goods for resale	3,034	3,880
	<u>3,034</u>	<u>3,880</u>

4. Debtors

	2018	2017
	£	£
Due within one year		
Prepayments and accrued income	8,951	6,792
Other debtors	20,839	16,687
Due from NSDC	665,950	690,950
	<u>695,740</u>	<u>714,429</u>

5. Creditors: Amounts Falling Due Within One Year

	2018	2017
	£	£
Corporation tax	384	357
Other creditors	386,427	523,119
Commitments in year	5,256	-
Accruals and deferred income	6,000	6,000
	<u>398,067</u>	<u>529,476</u>

Active4Today Limited
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2018

6. Pension Commitments

The company operates a defined benefit pension scheme through Nottinghamshire County Council. At 1 June 2015, all employees engaged by the company were transferred from Newark and Sherwood District Council to the company.

Barnett Waddingham have provided valuations of the fund and its liabilities at 31 March 2016, 31 March 2017 and 31 March 2018. These showed that the pension benefits were underfunded by £1,055,000 at 31 March 2016, £2,805,000 at 31 March 2017 and £2,889,000 at 31 March 2018.

During the year scheduled contributions totaling £32,259 were made into the fund by the company.

Pension fund deficit

Year	2018	2017	2016
	£	£	£
Balance as at 31 March	2,889,000	2,805,000	1,055,000
Movement in Year	(84,000)	(1,750,000)	N/A

7. Related Party Transactions

The company is limited by guarantee and the only shareholder is Newark and Sherwood District Council.

During the year, a management fee of £212,097 was received. £117,417 was the management fee paid by Newark and Sherwood District Council for delivery of Sports Development for 2017/18 and £94,680 was the management fee paid by Newark and Sherwood District Council relating to the Service Level Agreement for Southwell Leisure Centre for 2017/18.

External Funding of £82,040 has been received in year. This funding was received by NSDC prior to the establishment of A4T in 2015 for sports development projects and programme delivery from various organisations including Sport England, NCC, Sport Nottinghamshire for project delivery. At the time of transfer across to A4T on 1st June 2015, it was agreed that these funds would be ring fenced and held by NSDC to ensure the original project awarded was delivered.

These funds have subsequently been drawn down by A4T from NSDC on a quarterly basis based on the original project budgets.

As at 31st March 2018 the company had a deposit of £665,950 with Newark and Sherwood District Council. This deposit earned a total of £2,022 interest during the year. Additionally, the company owed a total of £63,795 to Newark and Sherwood District Council at 31st March 2018. This liability is included in creditors.

8. Receipts in Advance

Various receipts accounted for in 2016-17 for Sports Development programmes continue to be drawn-down and the balance of £61K remains as a receipt in advance on the balance sheet and will continue to be used in conjunction with planned Sports Development Programmes in the year ahead.

9. Financial commitments

Contracts with suppliers to the value of £5,256.45 have been committed for equipment and services due to be delivered during 2018.

10. Ultimate Controlling Party

The company's ultimate controlling party is Newark and Sherwood District Council.

11. General Information

Active4Today Limited is a private company, limited by guarantee, incorporated in England & Wales, registered number 09477018. The registered office is Newark Sports and Fitness Centre, Bowbridge Road, Newark, Nottinghamshire, NG24 4DH.

Active4Today Limited
Trading Income and Expenditure Account
For The Year Ended 31 March 2018

	2018	2018	2017	2017
	£	£	£	£
TURNOVER				
Activo		1,795,869		1,592,519
Xperience		635,527		550,518
Wetside		206,264		229,512
Dryside		176,129		170,657
Other income		23,107		18,911
		2,836,896		2,562,117
Administrative Expenses				
Staff costs	1,809,782		1,632,183	
Contractual services	89,116		51,776	
Freelance instructors	99,716		150,269	
Travel and subsistence expenses	398		102	
NSDC support charges	175,666		174,443	
Light and heat	196,204		161,957	
Water rates	33,155		21,924	
Cleaning	11,224		11,831	
Hire of facilities	17,581		26,376	
Pool chemicals	7,004		5,586	
Clothing and uniform	13,044		4,681	
Commitments - reversal of 2017 provision	(116,430)		-	
Repairs, renewals and maintenance	123,094		260,871	
Insurance	45,299		33,958	
Equipment and badges	146,073		117,864	
Printing, postage and stationery	32,429		13,660	
Parish councils and voluntary bodies	10,380		15,433	
Advertising and marketing costs	35,227		41,351	
Telecommunications	2,950		2,986	
Audit fees	8,000		-	
Accountancy fees	4,400		4,000	
Professional fees	16,829		3,667	
Licenses	17,767		33,484	
Bank charges	8,121		7,303	
Sundry expenses	22,378		6,669	
		(2,809,407)		(2,782,374)

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Active4Today Limited
Trading Income and Expenditure Account (continued)
For The Year Ended 31 March 2018

CONTINUED...

	2018	2018	2017	2017
	£	£	£	£
Other Operating Income				
Management fee – Sports Development	117,417		193,630	
Management fee - Southwell Leisure Centre	94,680		93,530	
External funding - Sports Development	82,040		78,895	
Repayment of R&R costs – drawn down from NSDC	27,580		-	
Vending Commission	3,187		4,882	
Equipment sales	(1,798)		485	
	<u> </u>		<u> </u>	
		323,106		371,422
OPERATING SURPLUS		350,595		151,165
Interest from other current asset investments - unlisted	2,022		1,746	
	<u> </u>		<u> </u>	
		2,022		1,746
IRRECOVERABLE VAT				
Irrecoverable VAT	173,681		142,508	
	<u> </u>		<u> </u>	
		(173,681)		(142,508)
SURPLUS BEFORE TAXATION		178,936		10,403
Tax on Profit				
Corporation tax charge	384		357	
	<u> </u>		<u> </u>	
		(384)		(357)
SURPLUS AFTER TAXATION		178,552		10,046
		<u><u> </u></u>		<u><u> </u></u>