

The Leeds Groundwork Trust

Annual Report and Financial Statements for the year ended 31 March 2023

The Leeds Groundwork Trust
operating as Groundwork Leeds

Charity registration no. 518154
Company registration no. 2064992

Registered office
Environment & Business Centre
Merlyn Rees Avenue
Morley
Leeds LS27 9SL

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17/11/2023

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The Leeds Groundwork Trust
(A Company Limited by Guarantee)

Report of the Directors and

Consolidated Financial Statements for the Year Ended 31 March 2023

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About Groundwork Leeds

On 1 January 2021, a merger between Groundwork Leeds, Groundwork Wakefield and Groundwork North Yorkshire was formally completed. Groundwork Yorkshire (Company Number 2202681, Charity Number 519846) covers the trading areas of the Leeds, North Yorkshire, South Yorkshire and Wakefield charitable Trusts and has been created to allow us to help as many people as possible in our areas benefit from our unique and holistic approach to social and environmental regeneration.

This report covers the reporting period from 1 April 2022 to 31 March 2023.

Trustees' Report

Governance

Registration numbers

Charity Registration Number: 2064992
Company Registration Number: 518154

Structure

Groundwork Leeds is the operating name of The Leeds Groundwork Trust, a charity and a company limited by guarantee. The governing documents are its Memorandum and Articles of Association, which were last amended by written resolution on 17 December 2003.

On 1 January 2021, a merger between Groundwork Leeds, Groundwork Wakefield and Groundwork North Yorkshire was formally completed. Groundwork Yorkshire (Company Number 2202681, Charity Number 519846) covers the trading areas of the Leeds, North Yorkshire, South Yorkshire and Wakefield charitable Trusts and has been created to allow us to help as many people as possible in our areas benefit from our unique and holistic approach to social and environmental regeneration.

Members

Membership of Groundwork Leeds comprises Leeds City Council and The Federation of Groundwork Trusts. A membership agreement sets out the roles, relationships and behaviours expected within the Federation and we operate to a single, common strategy, which is overseen by our Board of Trustees.

Board of Trustees

The Board of Trustees comprises the trustees of Groundwork Leeds in accordance with the Charities Act 2011, who are also the Directors of the company in accordance with the Companies Act 2006.

Since the merger on 1 January 2021, Groundwork Leeds has two trustees, one nominated by each member, who are responsible for overseeing the orderly close down of the company.

Trustees are responsible for ensuring sound organisational systems, processes and policies are maintained and embedded in the way Groundwork Leeds is managed. This includes policies governing our responsibilities. We pay particular attention to issues of Health & Safety, Safeguarding and Information Security and maintain comprehensive business continuity arrangements. We undertake skills audits of our Board to ensure we have access to the expertise needed to run our business efficiently, effectively and safely.

Our Senior Management Team is led by our Executive Director and includes senior staff members responsible for financial and business management, business development, communications and fundraising and programme management. This team is fully accountable to the Board and its Committees. It operates through delegated powers outlined in our financial regulations and provides regular reports on financial and operational performance and risk management.

Relationships within Groundwork

Groundwork is a federation of independent charities, each working under a common brand to a common strategy. This strategy sets the direction, milestones and targets which influence operational decision-making across all parts of Groundwork and against which executives hold each other to account.

Within this strategic framework we make our own decisions about the project work we develop and deliver. Our federation strategy supports our local decision-making by focusing on those areas of development and delivery where there is a need or an opportunity for Groundwork to act collectively in order to achieve maximum benefit for the communities it serves.

Groundwork UK delivers services and activities to support Groundwork Trusts by building brand and profile, generating income for local delivery and supporting quality and impact.

Objectives and Public Benefit

Groundwork Leeds charitable objectives are set down in its Memorandum of Association and date from the interpretation of charitable activities when they were drafted in 1992 as amended at annual general meetings and by written resolution. They commit us to:

- Promoting the conservation, protection and improvement of the physical, natural and social environment in the Leeds area, which consists of all wards in the Leeds Metropolitan District;
- Providing facilities in the interests of social welfare for recreation and leisure time occupation with the objective of improving the conditions of life for those living or working or resorting to the Leeds area; and
- Advancing public education in environmental matters and of the ways of better conserving, protecting and improving the same.

We have referred to the Charity Commission's general guidance on Public Benefit when reviewing the organisation's objectives and planning future activities. In particular, the trustees consider how planned activities will contribute to the charitable objectives set out above. Further details about the impact of our activities during the period can be found on the following pages.

For further details about our work visit www.groundwork.org.uk/north-east-and-yorkshire/

Strategic Report for the Period Ending 31 March 2023

The Board of Trustees presents its report for the period ended 31 March 2023. This includes statements about our organisation, our financial and operational review for the year, our plans for the future and details of our Board of Trustees, senior staff and advisers.

In the year under review, Groundwork Leeds has primarily delivered legacy projects that had either commenced prior to the merger or were short-term projects delivered through Groundwork Leeds as a result of partners continuing to contract with Groundwork Leeds. The following highlights relate to the work of Groundwork Yorkshire, including activities delivered in Leeds.

THE YEAR IN NUMBERS: 2022/2023



8,459

People helped to reduce
their energy use.
Tackling fuel poverty
and climate change



423 Ha

Landscape restored
- 592 football pitches.
Tackling the climate &
biodiversity crisis



1,762

Trees planted.
Improving access
to nature



310

Young people
supported to learn,
achieve & thrive



331

Community groups
supported. Building
pride of place



12,575

Hours of volunteer
time. Supporting
people to be active
in communities



161,127

People benefitting
from our public space
improvements



194

Schools, businesses &
SMEs supported with
potential cost savings
of £188,485



188

Projects delivered,
bringing benefits to the
people of Yorkshire



Groundwork Yorkshire 2022/23

Our Plans for the Future

It is the intention of the Board of Groundwork Yorkshire to complete the delivery of any remaining legacy projects, and to finalise any outstanding actions from the merger. When these actions are completed, Groundwork Leeds will cease trading, and all activity will be delivered through Groundwork Yorkshire.

Financial performance

Our net outgoing resources for 2022/23 totalled £49,636 (2021/22 incoming resources £51,860), with an unrestricted deficit of £10,036 (2021/22 surplus £30,567).

Our financial strategy is as follows:

- to ensure the orderly close down of Groundwork Leeds.

Reserves

Our level of free liquid reserves at the end of 2022/23 stands at £126,148, which represents net current assets less restricted funds and less designated funds expected to be used in the next financial year.

At the end of the financial year, unrestricted reserves totalled £79,656 (2021/22: £89,692) and restricted reserves totalled £0 (2021/22: £39,600).

These reserves will be transferred to Groundwork Yorkshire when Groundwork Leeds ceases to trade.

Sustainable Development Report

Groundwork's charitable mission is to promote sustainable development. Our sustainable development policy commits us to reporting on how these principles are integral to the way we plan and manage our operations, support our employees and utilise our resources.

Staff Remuneration

Groundwork Leeds currently employs no staff. Activity is delivered on behalf of Groundwork Leeds by the staff employed by Groundwork Yorkshire.

Principal risks and uncertainties

The Board of Groundwork fully accepts its responsibilities under the Charity Commission's Statement of Recommended Practice (SORP) for ensuring that the major risks to which the charity is exposed are identified and reviewed, and that there are systems in place to mitigate them.

Our Board of Trustees monitors the development and operation of Groundwork Leeds's risk management process.

Advisors

Auditor

Kingswood Allotts Limited,
Chartered Accountants
Sidings Court
Lakeside
Doncaster
DN4 5NU

Bankers

Unity Trust Bank
PO Box 7193
Planetary Road
Willenhall
WV1 9DG

Solicitors

Eversheds
Cloth Hall Court
Infirmary Street
Leeds LS1 2JB

Stapleton Gardner & Co
Stoneleigh House
Commercial Street
Morley
Leeds LS27 8HN

The Board of Trustees

The trustees (who are the directors of the company in accordance with the Companies Act 2006) on the date of approval of this report, or who served as trustees at any time during the year reported on, are as follows:

Appointed Trustees	First Appointed	Resigned/Retired
Nominated by Leeds City Council		
Councillor Al Garthwaite	December 2018	September 2022

Nominated by Groundwork UK

Co-opted Trustees

Mr Trevor Lincoln	September 2014
Mr Adrian Curtis	June 2023

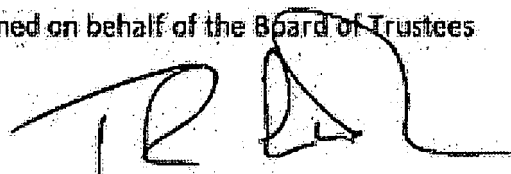
Company Secretary

Ms Sarah Munro	December 2018
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Events after the year end

There are no material post year end matters that affect the financial statements.

Signed on behalf of the Board of Trustees

A handwritten signature in black ink, appearing to be 'T Lincoln', written over a horizontal line.

T Lincoln

Chairman

26 September 2023

Independent Examiners' Report to the Trustees of
The Leeds Groundwork Trust

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 March 2023 which are set out on pages 12 to 27.

Responsibilities and basis of report

As the charity 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 company'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 - matters of concern identified

I have completed my examination. I have identified matters of concern that give me reasonable cause to believe that 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):

- The charity has not obtained an up to date valuation of the pension deficit. The balance sheet retains the deficit of £569,000 as at 31 March 2019.
- The latest information regarding the accrued income due in more than one year of £50,479 suggests that this debt is unlikely to be collected.

I confirm that no other matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
- the accounts do not accord with those records; or
- 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
- except for the matters of concern noted above, 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.



Mark A Garrison Bloom FCA DChA
 ICAEW
 Kingswood Allotts Ltd
 Chartered Accountants
 Sidings Court
 Lakeside
 Doncaster
 DN4 5NU

Date 10/11/2023

Consolidated Statement of Financial Activities (Including Income and Expenditure Account)
For the Year Ended 31 March 2023

		Unrestricted Funds 01.04.22 to 31.03.23 £	Restricted Funds 01.04.22 to 31.03.23 £	Total Funds 01.04.22 to 31.03.23 £	Total Funds 01.04.21 to 31.03.22 £
	Note				
INCOME FROM					
Donations	2	10,000	-	10,000	123
Government grants for coronavirus support	2	-	-	-	-
Charitable activities	3	48,537	81,052	129,589	787,031
Investments		684	-	684	-
		<u>59,221</u>	<u>81,052</u>	<u>140,273</u>	<u>787,154</u>
EXPENDITURE ON					
Charitable activities	3	69,257	120,652	189,909	735,294
Other	4	-	-	-	-
		<u>69,257</u>	<u>120,652</u>	<u>189,909</u>	<u>735,294</u>
NET INCOME/ (EXPENDITURE) FOR THE YEAR		(10,036)	(39,600)	(49,636)	51,860
Pension scheme actuarial (losses)/ gains	15	-	-	-	-
NET MOVEMENT IN FUNDS		<u>(10,036)</u>	<u>(39,600)</u>	<u>(49,636)</u>	<u>51,860</u>
RECONCILIATION OF FUNDS					
Fund balances brought forward:		89,692	39,600	129,292	77,432
Net movement in funds		(10,036)	(39,600)	(49,636)	51,860
Fund balances carried forward		<u>79,656</u>	<u>-</u>	<u>79,656</u>	<u>129,292</u>

The notes attached form part of these financial statements.

Consolidated and Company Balance Sheets
31 March 2023

	Notes	Group		Company	
		2023	2022	2023	2022
		£	£	£	£
FIXED ASSETS					
Tangible Assets	9	522,508	530,508	522,508	530,508
Investments	10	-	-	100	100
		<u>522,508</u>	<u>530,508</u>	<u>522,608</u>	<u>530,608</u>
CURRENT ASSETS					
Stock		-	5,628	-	-
Debtors due within one year	11	111,084	652,700	117,907	603,727
Debtors due after one year	11	50,479	50,479	50,479	50,479
Cash at bank and in hand		35,970	23,964	28,690	22,782
		<u>197,533</u>	<u>732,771</u>	<u>197,076</u>	<u>676,988</u>
CREDITORS					
Amounts falling due within one year	12	(71,385)	(584,957)	(71,355)	(516,125)
NET CURRENT ASSETS		<u>126,148</u>	<u>167,784</u>	<u>125,721</u>	<u>160,863</u>
NET ASSETS BEFORE PENSION DEFICIT		<u>648,656</u>	<u>698,292</u>	<u>648,329</u>	<u>691,471</u>
Pension scheme deficit	15	(569,000)	(569,000)	(569,000)	(569,000)
NET ASSETS		<u>79,656</u>	<u>129,292</u>	<u>79,329</u>	<u>122,471</u>
FUNDS					
Unrestricted Funds	17&18				
General Fund		294,807	302,311	294,480	295,490
Revaluation Reserve		353,849	356,381	353,849	356,381
Pension Reserve		(569,000)	(569,000)	(569,000)	(569,000)
		<u>79,656</u>	<u>89,692</u>	<u>79,329</u>	<u>82,871</u>
Restricted Funds	17&18	-	39,600	-	39,600
		<u>79,656</u>	<u>129,292</u>	<u>79,329</u>	<u>122,471</u>

The Leeds Groundwork Trust (Company number 2064992)

Consolidated and Company Balance Sheets
31 March 2023

For the year ending 31 March 2023 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 not required the company to obtain an audit of its accounts for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of the accounts.

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

The financial statements were approved by the trustees on 26 September 2023 and are signed on its behalf by:

T LINCOLN  Chairman

The Leeds Groundwork Trust

Consolidated Statement of Cash Flows
For the Year Ended 31 March 2022

	2023	2022
	£	£
Cash flow from operating activities	<u>11,322</u>	<u>(183,024)</u>
Cash flow from investing activities		
Investment income	<u>684</u>	<u>-</u>
	<u>684</u>	<u>-</u>
Cash flow from financing activities		
Loan received	-	-
Loan repaid	-	(20,650)
Loan interest paid	<u>-</u>	<u>(20,650)</u>
	<u>-</u>	<u>(20,650)</u>
Change in cash	12,006	(203,674)
Cash at start of period	<u>23,964</u>	<u>227,638</u>
Cash at end of period	<u>35,970</u>	<u>23,964</u>

Reconciliation of Income and Expenditure to Operating Cash Flow

	2023	2022
	£	£
Net income / expenditure	(49,636)	51,860
Depreciation	8,000	8,000
Investment income	(684)	-
Interest cost	-	-
Defined benefit pension scheme adjustments	-	-
Change in stock	5,628	14,302
Change in debtors	541,616	(188,674)
Change in creditors	<u>(493,602)</u>	<u>(68,512)</u>
	<u>11,322</u>	<u>(183,024)</u>

Analysis of Cash and Cash Equivalents

	2023	2022
	£	£
Cash at bank and in hand	35,970	23,964
Bank overdraft	<u>-</u>	<u>-</u>
	<u>35,970</u>	<u>23,964</u>

<u>Net Debt</u>	2022	Cashflow	2023
	£	£	£
Cash	23,964	12,006	35,970
Bank loan	<u>-</u>	<u>-</u>	<u>-</u>
	<u>23,964</u>	<u>12,006</u>	<u>35,970</u>

Notes to the Financial Statements
For the Year Ended 31 March 2023

1 ACCOUNTING POLICIES

a) Accounting Convention and Basis of Preparing the Financial Statements

The financial statements have been prepared under the historical cost convention, in accordance with FRS102: The Financial Reporting Standard Applicable in the United Kingdom and Republic of Ireland, the Statement of Recommended Practice: Accounting and Reporting by Charities, the Charities Act 2011 and the Companies Act 2006.

The charity is a public benefit entity as defined by FRS102.

The charity has merged with Groundwork Wakefield Limited and Groundwork North Yorkshire to form Groundwork Yorkshire Limited. After a run-off period in which existing projects will continue in this charity but new ones will start in the merged entity, this will involve all assets, liabilities and operations transferring to the merged charity without leaving any creditors unpaid. The financial statements have therefore been prepared on a basis other than going concern. However, as the activities of the charity since the transfer have been largely unchanged, no material adjustments were required to the carrying values of the assets and liabilities as a result of ceasing to apply the going concern basis.

b) Group Financial Statements

These financial statements consolidate the accounts of the charity and its subsidiary undertaking, both of which are made up to 31 March, on a line by line basis. Transactions between group companies are eliminated on consolidation. No Statement of Financial Activities is presented for the charity alone.

c) Company Status

The Leeds Groundwork Trust is a company limited by guarantee. The guarantors are The Federation of Groundwork Trusts and Leeds City Council. The liability in respect of the guarantee, as set out in the memorandum, is limited to £1 per member.

d) Fund Accounting

Funds held by the charity are either:

- Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Restricted funds - these are funds that can only be used for specific restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or grant making body or when funds are raised for particular restricted purposes.

Notes to the Financial Statements
For the Year Ended 31 March 2023

1 ACCOUNTING POLICIES

e) Income

Items of income are recognised and included in the accounts when all of the following criteria are met: the charity or its subsidiary have entitlement to the funds, any performance conditions attached to the items of income have been met or are fully within the control of the charity or its subsidiary, there is sufficient certainty that receipt of the income is considered probable and the amount can be measured reliably. The following specific policies are applied:

Donations - income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Charitable activities - income from service contracts is accounted for when earned for service contracts. Where grants are considered to be performance related, income is recognised to the extent that the services outlined had been performed by the year end. Where income has been received but the related service had not been performed by the year end, the balance is carried forward as deferred income.

Investment income is accounted for when receivable.

f) Resources Expended

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure, including irrecoverable VAT, has been listed under headings that aggregate all the costs related to that activity. Where costs cannot be directly attributed they have been allocated to activities on a basis consistent with the use of resources.

Direct costs, including directly attributable salaries, are allocated on an actual basis to the key strategic areas of activity. Support costs are allocated between expense headings on the basis of time spent. Support costs include governance costs.

g) Pension costs

The company makes contributions to the West Yorkshire Local Government Superannuation Fund, a defined benefit scheme. The charge represents contributions paid by the company to the fund in respect of the year for current employees.

Notes to the Financial Statements
For the Year Ended 31 March 2023

1 ACCOUNTING POLICIES

h) Tangible fixed assets

Individual tangible fixed assets costing £1,500 or more are capitalised and included at cost including any incidental expenses of acquisition.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write-off the cost of fixed assets, less their estimated residual value, over their expected useful life on the following basis:

Freehold buildings	over 50 years straight line
Furniture	over 10 years straight line
Building improvements	over 10 years straight line
Computer hardware	over 3 years straight line
Motor vehicles	over 5 years straight line

i) Corporation tax

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

j) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered and future interest.

k) Creditors and provisions

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

2 DONATIONS

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Total Funds 2022 £
Grants for care funding	-	-	-	-
Government grants for coronavirus support	-	-	-	-
Other	10,000	-	10,000	123
	<u>10,000</u>	<u>-</u>	<u>10,000</u>	<u>123</u>

3 CHARITABLE ACTIVITIES

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Total Funds 2022 £
Income:				
Community projects	-	2,205	2,205	381
Leisure projects	48,537	78,847	127,384	786,650
Employment projects	-	-	-	-
Business projects	-	-	-	-
	<u>48,537</u>	<u>81,052</u>	<u>129,589</u>	<u>787,031</u>

Notes to the Financial Statements
For the Year Ended 31 March 2023

3 CHARITABLE ACTIVITIES (continued)

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Total Funds 2022 £
Expenditure:				
Community projects	(76)	2,205	2,129	(227)
Land projects	69,333	118,447	187,780	735,521
Employment projects	-	-	-	-
Business projects	-	-	-	-
	<u>69,257</u>	<u>120,652</u>	<u>189,909</u>	<u>735,294</u>
		Support	Total	Total
	Direct Costs	Costs	Costs	Costs
	2023	2023	2023	2022
	£	£	£	£
Expenditure comprised:				
Community projects	2,072	57	2,129	(227)
Land projects	175,451	12,329	187,780	735,521
Employment projects	-	-	-	-
Business projects	-	-	-	-
	<u>177,523</u>	<u>12,386</u>	<u>189,909</u>	<u>735,294</u>

4 SUPPORT AND OTHER COSTS

	Community	Land	Employment	Total	2022
	£	£	£	£	£
Support Costs					
Staff costs	13	1,030	-	1,043	(34,988)
Travel	-	-	-	-	87
Marketing	-	-	-	-	-
Premises	103	8,435	-	8,538	12,296
Administration	11	537	-	548	3,634
Professional fees	(166)	(5,577)	-	(5,743)	-
Sundry	-	-	-	-	-
IT	-	-	-	-	4,278
Depreciation	96	7,904	-	8,000	8,000
Governance costs					
Legal and professional	-	-	-	-	(2,919)
Trustee expenses	-	-	-	-	-
Audit fees	-	-	-	-	2,305
Non-audit services	-	-	-	-	-
	<u>57</u>	<u>12,329</u>	<u>-</u>	<u>12,386</u>	<u>(7,307)</u>
Other Costs					
Pension costs	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Notes to the Financial Statements
For the Year Ended 31 March 2023

5 INCOME AND EXPENDITURE BY FUND FOR PRIOR PERIOD

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £
INCOME FROM			
Donations	123	-	123
Government grants for coronavirus support	-	-	-
Charitable activities	684,005	103,026	787,031
Investments	-	-	-
	<u>684,128</u>	<u>103,026</u>	<u>787,154</u>
EXPENDITURE ON			
Charitable activities	653,561	81,733	735,294
Exceptional coronavirus costs	-	-	-
Other	-	-	-
	<u>653,561</u>	<u>81,733</u>	<u>735,294</u>
NET INCOME FOR THE PERIOD	<u>30,567</u>	<u>21,293</u>	<u>51,860</u>
Pension scheme actuarial (losses)/ gains	-	-	-
NET MOVEMENT IN FUNDS	<u>30,567</u>	<u>21,293</u>	<u>51,860</u>
RECONCILIATION OF FUNDS			
Fund balances brought forward:	59,125	16,307	77,432
Net movement in funds	30,567	21,293	51,860
Fund balances carried forward	<u>89,692</u>	<u>39,600</u>	<u>129,292</u>

6 STAFF COSTS

	2023 £	2022 £
Salaries and wages	-	-
Social security costs	-	-
Pension costs	1,043	1,012
	<u>1,043</u>	<u>1,012</u>

The average monthly head count of employees during the period, analysed by category, was

Charitable activities	-	-
Management and administration	-	-
	<u>-</u>	<u>-</u>

No employees earned over £60,000pa. (2022: none)

Key management personnel remuneration

-	-
<u>-</u>	<u>-</u>

7 TRUSTEES

Trustees were not remunerated for any services in the period.

No trustees were reimbursed for personal expenses properly incurred in the performance of their duties as trustee (2022: none)

8 NET INCOME/(EXPENDITURE) FOR THE YEAR

	2023 £	2022 £
This is stated after charging:-		
Auditor's/ examiner's remuneration (group)		
- audit/ examination services	-	2,305
- other services	-	-
Operating lease payments	2,840	2,840
Depreciation	8,000	8,000

Government grants represent a substantial part of the charity's income and mostly fund specific costs which would not be incurred had the grant not been received. Hence the effect on the results of government grants cannot be quantified.

Notes to the Financial Statements
For the Year Ended 31 March 2023

9 TANGIBLE ASSETS

Group	Freehold land and buildings £	Motor vehicles £	Computer equipment £	Furniture £	Building improve- ments £	Total £
COST						
At 1 April 2022	600,000	113,171	169,699	24,993	37,974	945,837
Additions	-	-	-	-	-	-
Disposals	-	(33,216)	(15,852)	-	-	(49,070)
Reclassification	-	-	-	-	-	-
At 31 March 2023	600,000	79,953	153,847	24,993	37,974	896,767
DEPRECIATION						
At 1 April 2022	69,492	113,171	169,699	24,993	37,974	415,329
Charge for year	8,000	-	-	-	-	8,000
Eliminated on disposal	-	(33,216)	(15,852)	-	-	(49,070)
At 31 March 2023	77,492	79,953	153,847	24,993	37,974	374,259
NET BOOK VALUE						
At 31 March 2023	522,508	-	-	-	-	522,508
At 31 March 2022	530,508	-	-	-	-	530,508
Company						
	Freehold land and buildings £	Motor vehicles £	Computer equipment £	Furniture £	Building improve- ments £	Total £
COST						
At 1 April 2022	600,000	79,953	153,847	24,993	37,974	896,767
Additions	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
At 31 March 2023	600,000	79,953	153,847	24,993	37,974	896,767
DEPRECIATION						
At 1 April 2022	69,492	79,953	153,847	24,993	37,974	366,259
Charge for year	8,000	-	-	-	-	8,000
Eliminated on disposal	-	-	-	-	-	-
At 31 March 2023	77,492	79,953	153,847	24,993	37,974	374,259
NET BOOK VALUE						
At 31 March 2023	522,508	-	-	-	-	522,508
At 31 March 2022	530,508	-	-	-	-	530,508

A transitional option in FRS102 has been taken to retain a valuation of freehold land and buildings made under previous GAAP as deemed cost on adoption of FRS102.

Freehold land and buildings were valued on an open market existing use basis at 1 September 2015 by Tapp Chartered Surveyors.

If they had not been so valued they would have been included as follows:

	2023 £	2022 £
Cost	410,075	410,075
Accumulated depreciation	(241,416)	(235,948)
	<u>168,659</u>	<u>174,127</u>

Notes to the Financial Statements
For the Year Ended 31 March 2023

10 INVESTMENTS

	Group		Company	
	2023	2022	2023	2022
	£	£	£	£
<i>Shares in subsidiaries at cost</i>				
At 1 April 2022	-	-	100	100
Additions	-	-	-	-
At 31 March 2023	<u>-</u>	<u>-</u>	<u>100</u>	<u>100</u>

The charity owns 100% of the ordinary share capital of Groundwork Environmental Services (Leeds) Limited, a company registered in England and Wales with registration number 02947274. Its registered office is Environment & Business Centre, Merlyn Rees Avenue, Morley, Leeds.

The subsidiary undertakes environmental projects similar to those of the charity but which, because of their location or nature cannot be undertaken by the charity. Taxable profits are donated to the charity.

The results are included within these consolidated financial statements on a line by line basis.

A summary of the subsidiary's trading results (pre consolidation adjustments) is shown below.

	2023	2022
	£	£
Turnover	-	2,395
Cost of sales	(5,628)	(150)
Gross profit	(5,628)	2,245
Administrative expenses	1,144	449
Gift aid payment	(2,894)	-
Other income	684	-
Net profit/(loss)	<u>(6,494)</u>	<u>2,694</u>
Assets	53,588	290,701
Liabilities	(53,161)	(283,780)
Net assets	<u>427</u>	<u>6,921</u>
Called up share capital	100	100
Profit and loss account	<u>327</u>	<u>6,821</u>
	<u>427</u>	<u>6,921</u>

11 DEBTORS due within one year

	Group		Company	
	2023	2022	2023	2022
	£	£	£	£
Trade debtors	49,698	900	49,014	900
Other debtors	55,624	604,645	10,000	320,754
Amount owed by subsidiaries	-	-	53,131	234,918
Prepayments and accrued income	5,762	47,155	5,762	47,155
	<u>111,084</u>	<u>652,700</u>	<u>117,907</u>	<u>603,727</u>
DEBTORS due after one year				
Prepayments and accrued income	<u>50,479</u>	<u>50,479</u>	<u>50,478</u>	<u>50,479</u>

The Leeds Groundwork Trust

Notes to the Financial Statements
For the Year Ended 31 March 2023

12 CREDITORS (Amounts falling due within one year)

	Group		Company	
	2023	2022	2023	2022
	£	£	£	£
Bank overdraft	-	-	-	-
Bank loan	-	-	-	-
Trade creditors	5,421	140,054	5,421	139,034
Social security and other tax	18,201	7,936	18,201	7,936
Other creditors	-	325,639	-	279,862
Accruals	5,184	17,605	5,154	15,540
Deferred income	42,579	73,753	42,579	73,753
	<u>71,385</u>	<u>564,987</u>	<u>71,355</u>	<u>516,125</u>

The bank loan is secured by a charge over the company's freehold land & buildings.

13 DEFERRED INCOME

	Group		Company	
	2023	2022	2023	2022
	£	£	£	£
Balance brought forward	73,753	96,139	73,753	96,004
Income received	132,750	786,651	132,750	776,711
Income released to SOFA	(163,924)	(809,037)	(163,924)	(798,962)
Balance carried forward	<u>42,579</u>	<u>73,753</u>	<u>42,579</u>	<u>73,753</u>

Income has been deferred because it relates to future accounting periods as stipulated by the funders or where the conditions imposed have not yet been met.

14 COMMITMENTS

	2023	2022
	£	£
The group had total commitments under non-cancellable leases of office equipment as follows:		
Due within one year	2,082	2,082
Due in the second to fifth years	<u>3,123</u>	<u>5,205</u>
	<u>5,205</u>	<u>7,287</u>

15 PENSION COSTS

The company makes payments on behalf of employees to the West Yorkshire Pension Fund. It is a funded defined benefit scheme, with the assets held in separate trustee-administered funds.

A full valuation was carried out at 31 March 2016 and was last updated to 31 March 2019 by a qualified independent actuary. A valuation at 31 March 2023 was not obtained.

Major assumptions

	2023	2022
	%	%
Rate of increase in salaries	3.5	3.5
Rate of increase for pensions	2.2	2.2
Rate of inflation (RPI)	3.3	3.3
Rate of inflation (CPI)	2.2	2.2
Discount rate	2.4	2.4

Life expectancy assumptions

	2023	2022
	years	years
Male current pensioner age 65 now	22.2	22.2
At 65 for a male future pensioner aged 45 now	23.2	23.2
Female current pensioner age 65 now	25.4	25.4
At 65 for a female future pensioner aged 45 now	27.2	27.2

Notes to the Financial Statements
For the Year Ended 31 March 2023

15 PENSION COSTS (continued)*Share of assets*

	2023	2022
	%	%
Equities	74.0	74.0
Government bonds	11.2	11.2
Other bonds	4.0	4.0
Property	4.7	4.7
Cash	2.3	2.3
Other	3.8	3.8

	£000	£000
Total market value of assets	1,816	1,816
Present value of scheme liabilities	(2,385)	(2,385)
Deficit	(569)	(569)

Movement in deficit

	2023	2022
	£000	£000
At start of year	(569)	(569)
Current service charge	-	-
Employer contributions	-	-
Past service gain/(cost)	-	-
Net interest/return on assets	-	-
Actuarial gain/(loss)	-	-
At end of year	(569)	(569)

Net interest/return on assets

	2023	2022
	£000	£000
Interest on net defined benefit liability	-	-
	-	-

The pension deficit is not expected to have any material impact on the financial viability of the organisation. A full scheme valuation is undertaken every three years by the scheme actuary which addresses the actions necessary over the long term to ensure the sustainability of the West Yorkshire Pension Fund.

16 RESULTS OF PARENT CHARITY

	2023	2022
	£	£
Income	140,374	788,231
Gift aid donation from trading subsidiary	2,694	-
Expenditure	(186,210)	(739,055)
Pension scheme deficit	-	-
Increase/(Decrease) in funds	(43,142)	49,166
Total funds brought forward	122,471	73,305
Total funds carried forward	79,329	122,471
Represented by:		
Restricted funds	-	39,600
Unrestricted funds	79,329	82,871
	79,329	122,471

Notes to the Financial Statements
For the Year Ended 31 March 2023

17 ANALYSIS OF ASSETS AND LIABILITIES BETWEEN FUNDS

2023

	Restricted Funds £	Unrestricted Funds £	Total £
Group			
Tangible fixed assets	-	522,508	522,508
Current assets	-	197,533	197,533
Creditors due within one year	-	(71,385)	(71,385)
Pension deficit	-	(569,000)	(569,000)
Net assets	-	79,656	79,656
Company			
Tangible fixed assets	-	522,508	522,508
Investments	-	100	100
Current assets	-	197,076	197,076
Creditors due within one year	-	(71,355)	(71,355)
Pension deficit	-	(569,000)	(569,000)
Net assets	-	79,329	79,329

2022

	Restricted Funds £	Unrestricted Funds £	Total £
Group			
Tangible fixed assets	-	530,508	530,508
Current assets	52,437	690,334	732,771
Creditors due within one year	(12,837)	(552,150)	(564,987)
Pension deficit	-	(569,000)	(569,000)
Net assets	39,600	59,692	129,292
Company			
Tangible fixed assets	-	530,508	530,508
Investments	-	100	100
Current assets	52,437	624,551	676,988
Creditors due within one year	(12,837)	(503,288)	(516,125)
Pension deficit	-	(569,000)	(569,000)
Net assets	39,600	82,871	122,471

The Leeds Groundwork Trust

Notes to the Financial Statements
For the Year Ended 31 March 2023

18 MOVEMENTS IN FUNDS

2023	Opening Balance	Incoming Resources	Outgoing Resources	Transfers & Gains/losses	Closing Balance
Restricted general funds	£	£	£	£	£
Community projects	-	2,205	(2,205)	-	-
Land projects	39,600	78,847	(118,447)	-	-
	<u>39,600</u>	<u>81,052</u>	<u>(120,652)</u>	<u>-</u>	<u>-</u>
Unrestricted funds					
General fund	128,184	59,221	(61,257)	-	126,148
Pension reserve	(569,000)	-	-	-	(569,000)
Fixed assets	174,127	-	(8,000)	2,532	168,659
Revaluation reserve	356,381	-	-	(2,532)	353,849
	<u>89,692</u>	<u>59,221</u>	<u>(69,257)</u>	<u>-</u>	<u>79,656</u>
Total funds	<u>129,292</u>	<u>140,273</u>	<u>(189,909)</u>	<u>-</u>	<u>79,656</u>

2022	Opening Balance	Incoming Resources	Outgoing Resources	Transfers & Gains/losses	Closing Balance
Restricted general funds	£	£	£	£	£
Community projects	18,307	246	(18,553)	-	-
Land projects	-	102,780	(63,180)	-	39,600
	<u>18,307</u>	<u>103,026</u>	<u>(81,733)</u>	<u>-</u>	<u>39,600</u>
Unrestricted funds					
General fund	89,617	684,128	(645,561)	-	128,184
Pension reserve	(569,000)	-	-	-	(569,000)
Fixed assets	179,595	-	(8,000)	2,532	174,127
Revaluation reserve	358,913	-	-	(2,532)	356,381
	<u>59,125</u>	<u>684,128</u>	<u>(653,561)</u>	<u>-</u>	<u>89,692</u>
Total funds	<u>77,432</u>	<u>787,154</u>	<u>(735,294)</u>	<u>-</u>	<u>129,292</u>

Unrestricted funds are the retained surpluses of the group and are available to be used for any purpose specified within the trust's objectives and are the only funds that are available for use at the discretion of the trustees.

Restricted funds represent unspent balances on grants received for specific projects. The restrictions are generally imposed by the funding body and often include the type of expenditure allowed and geographical area of project and the activity to be supported.

Notes to the Financial Statements
For the Year Ended 31 March 2023

19 RELATED PARTY TRANSACTIONS

The Federation of Groundwork Trusts and Leeds City Council are the members of the trust. The Federation of Groundwork Trusts is also a member of Groundwork North Yorkshire and of Groundwork Yorkshire Limited, which has a subsidiary undertakings Job Match (UK) Limited, Groundwork Pride Limited and Whitwood Golf Club Limited.

During the year in the ordinary course of business, the group entered into transactions with the above as follows.

	2023	2022
	£	£
Incoming resources recognised		
Leeds City Council	118,273	750,073
The Federation of Groundwork Trusts	-	-
Groundwork North Yorkshire	-	-
Groundwork Yorkshire Limited	5,546	68,234
Job Match (UK) Limited	-	-
Groundwork Pride Limited	-	1,305
Whitwood Golf Club Limited	-	-
Resources expended		
Leeds City Council	-	42,972
The Federation of Groundwork Trusts	-	-
Groundwork North Yorkshire	-	-
Groundwork Yorkshire Limited	13,878	12,104
Job Match (UK) Limited	-	-
Groundwork Pride Limited	118,122	586,090
Whitwood Golf Club Limited	-	-
Debtors		
Leeds City Council	48,114	-
The Federation of Groundwork Trusts	-	-
Groundwork North Yorkshire	-	-
Groundwork Yorkshire Limited	684	604,645
Job Match (UK) Limited	-	-
Groundwork Pride Limited	-	-
Whitwood Golf Club Limited	-	-
Creditors		
Leeds City Council	-	-
The Federation of Groundwork Trusts	-	-
Groundwork North Yorkshire	-	-
Groundwork Yorkshire Limited	45,624	-
Job Match (UK) Limited	-	-
Groundwork Pride Limited	4,974	132,812
Whitwood Golf Club Limited	-	-

20 LEGAL FORM

The charity is a private company limited by guarantee and incorporated in England and Wales.

Its registered office and principal place of business is Environment & Business Centre, Mertyn Rees Avenue, Morley, Leeds, LS27 9SL

The charity provides community led environmental improvements and training opportunities.