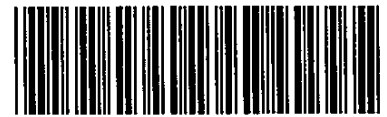


COMPANY REGISTRATION NUMBER 4304674

**STOCKPORT SPORTS TRUST
FINANCIAL STATEMENTS
31 MARCH 2011**

Charity Number 1094247

THURSDAY



A02 *AK1V1Z18* 24/11/2011 161
COMPANIES HOUSE

HALLIDAYS LLP
Chartered Accountants & Statutory Auditor
Riverside House
Kings Reach Business Park
Yew Street
Stockport
SK4 2HD

STOCKPORT SPORTS TRUST
FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

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STOCKPORT SPORTS TRUST
MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

Registered charity name	Stockport Sports Trust
Charity number	1094247
Company registration number	4304674
Registered office	4th Floor, Landmark House Station Road Cheadle Hulme Cheadle Cheshire SK8 7BS
Trustees	Mr A Thompson (Chairman) Mr M Atkinson (Vice Chairman) Mrs V Cottam MBE Mr A Stores Mrs B Hopkins Mr P McCulloch MBE Mr N H Walker OBE Ms J Chichocky Mr A Smithson Cllr B Alexander (SMBC Councillor) Cllr H Lees (SMBC Councillor)
Secretary	Philip Charles Vibrans
Auditor	Hallidays LLP Chartered Accountants & Statutory Auditor Riverside House Kings Reach Business Park Yew Street Stockport SK4 2HD
Bankers	The Co-operative Bank Plc 1 Balloon Street Manchester M60 4EP

STOCKPORT SPORTS TRUST

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS *(continued)*

Solicitors

Lawrence Graham
190 The Strand
London
WC2R 1JN

Stockport Metropolitan Borough Council
Town Hall
Edward Street
Stockport

STOCKPORT SPORTS TRUST

TRUSTEES ANNUAL REPORT

YEAR ENDED 31 MARCH 2011

CHAIRMAN'S STATEMENT

My first year as Chairman has proved to be an extremely exciting one. There were a number of highlights and a few challenges. The Trust continues to grow on all fronts but there has been a marked slowdown of membership income, following some quite extraordinary growth figures posted over the last 4 years. This is probably a reflection on the continued downturn of the economy in general. What does strike me is how recession robust the Health and Fitness industry is compared to the production industry.

As mentioned previously, there were a number of highlights. The recognition of our successes in the Plimsoll Report 'Leisure Industry Operators Performance Analysis' and achieving a ranking of 7th in Best Trading Partner category was particularly satisfying. I would like to thank all the staff for their hard work, I recognise that this achievement is down to their commitment to the Trust. The first year of the Community Partnership Plan (CPP) has proved to be a challenging one. The cutbacks have affected many of our partners and have caused them to review their engagement in the Partnership Plan, due to lack of funds. The CPP is at the heart of everything we do and we will continue on. Perhaps a review may be required by 2011.

Developments are well underway at Woodley, which will be called Stockport Sports Village. This will be a fantastic development and will be opening April 2012 and also at Grand Central, which the Trust will be operating from October 2011.

The Board has seen a number of new Directors this year. This move has strengthened the business as there is now a wider representation of the Stockport Community, bringing with them a number of new skills and insights.

The Board are determined to grow the business out of the recession, with a number of efficiency savings looming in the form of Council savings, the view is that the Trust are well equipped to deal with future challenges. There is a keen interest at all levels to widen our horizons and to take our business model to other areas in the UK.

I am looking forward to another exciting year.

Alwin Thompson
Chairman

27th September 2011

STOCKPORT SPORTS TRUST
TRUSTEES ANNUAL REPORT
YEAR ENDED 31 MARCH 2011
REPORT OF THE MANAGING DIRECTOR

Trading year 9 for Stockport Sports Trust (SST) has been extremely exciting and memorable. Memberships continue to grow albeit at a slightly slower rate than previous years. This is expected as the Health & Fitness business starts to mature; the growth slows, this slowdown has triggered our focus more to retention and looking after our existing members with more internal facing promotions and generally more staff available to provide a better service.

The first full year of the Community Partnership Plan (CPP) has now been achieved. Launched in difficult circumstances in terms of Local Authority cutback announcements, the CPP has had a mixed year. Notable achievements include acknowledgement of early successes from the police and local authority. In stark contrast a number of the outcomes have struggled to attract interest from our partners and attendance at some of the Strategic Outcome group meetings has been poor.

Without doubt the highlight of the year was the opening of SST's first new Leisure Centre since its inception in 2002. Houldsworth Village Target Fitness+ was born from a £2million refurbishment of an old rundown warehouse on the Broadstone Mill complex. In its first 6 months of trading it gained 2000 members and we reported a small surplus. What is even more remarkable is that Houldsworth Village sits in an area classed as a priority area that previously did not have any notable leisure facility. With 88% of the members living in the priority area the expectation is that over the next four years social and health benefits will also be achieved as the local community have taken to their new found sport and leisure opportunities with great gusto.

The Sports Development Team (Target Sport) continues to improve the lives of adults and youngsters in the borough. Our partners Sport Stockport are gaining strength and are starting to become the voice of sport participants in Stockport. Club membership has grown this year by almost 200%. This gain is a reflection of the passion, experience and commitment that they provide in the promotion of sport and make our job in spreading the gospel much easier indeed.

At our elite performance end I am bursting with pride at our achievement in the sport of swimming. Our ITC at Grand Central is generally recognised as one of the best in the country. With the 2012 games just around the corner I hope that SST and Stockport Metro will be able to produce an even greater performance than what was achieved in Beijing in 2008.

Finally my personal highlight of the year was to learn that SST had achieved the 7th Best Trading Partner status in the UK Leisure Operating Industry determined by the highly accredited and influential Plimsoll Report. A remarkable achievement for a company with a relatively small turnover and Charitable Status.

Malcolm McPhail
Managing Director

27th September 2011

STOCKPORT SPORTS TRUST

TRUSTEES ANNUAL REPORT

YEAR ENDED 31 MARCH 2011

The trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charity for the year ended 31 March 2011

REFERENCE AND ADMINISTRATIVE DETAILS

Reference and administrative details are shown in the schedule of members of the board and professional advisers on pages 1 to 2 of the financial statements

THE TRUSTEES

The trustees who served the charity during the period were as follows

Mr A Thompson (Chairman)
Mr M Atkinson (Vice Chairman)
Mrs V Cottam MBE
Mr A Stores
Mrs B Hopkins
Mr P McCulloch MBE
Mr N H Walker OBE
Ms J Chichocky - appointed 21/07/2010
Mr A Smithson – appointed 23/06/2011
Cllr B Alexander (SMBC Councillor) – appointed 07/06/2011
Cllr H Lees (SMBC Councillor) – appointed 09/08/2011
Cllr S Alexander – appointed 24/05/2010, resigned 24/05/2011
Mr D Brailsford – resigned 28/09/2010
Cllr H Foster-Grime – resigned 24/05/2010
Cllr P King – resigned 24/05/2011
Cllr M Kirkham – appointed 07/06/2011, resigned 09/08/2011

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Stockport Sports Trust is a charitable company limited by guarantee, incorporated on 15th October 2001 and registered as a charity in 2002. The Company was established under a Memorandum of Association which established the objects and the powers of the charitable company and is governed by its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

STOCKPORT SPORTS TRUST
TRUSTEES ANNUAL REPORT *(continued)*
YEAR ENDED 31 MARCH 2011

Recruitment and Appointment of Directors

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as members and/or the Board of Directors. Under the requirements of memorandum and Articles of Association the members of the Board of directors are elected to serve for a period of three years after which they must be re-elected at the next Annual General Meeting.

The more traditional business and professional skills are well represented on the Board of Directors. In an effort to maintain this broad mix of skills, a register of skills and qualifications is maintained and, in the event of skills being lost due to retirements, individuals are approached, after approval of the Board, to offer themselves for election to the Board.

The Board of Directors of eleven include two Directors nominated by Stockport Metropolitan Borough Council.

Trustee Induction and Training

The organisation is essentially one local to Stockport providing management of community sport and leisure centres. All directors are drawn from the immediate Stockport area and many of them are users of the facilities. They have a grasp, therefore, of the service requirements and a feel for the ethos of the Stockport Sports Trust management approach. It is, indeed, a positive benefit to the role of Directors that they are also customers.

All new directors are given access to company information including Memorandum and Articles of Association, the Funding Agreement and Partnership Delivery Plan, Annual Reports and Accounts, recent minutes of board meetings, reports to board from senior managers and up to date, in year trading accounts. Access is via a secure area of the company website in which confidential documents are stored.

The Directors meet every two months as a formal Board of Directors. There are also three sub groups supporting and leading in respect of our partnership working relationship with the Council, human resources including the annual appraisal of the Chief Executive Officer, and finance / investment each operates through the CEO to the senior management team. Relationships between managers and board members are strong.

Risk Management

The Trustees have developed processes to identify, evaluate and manage risk as part of the bi-monthly Trustee Board meetings. The Trustees confirm that the major risks to which the Charity is exposed have been identified and systems have been established to mitigate those risks. The risk identification process has been developed together with the Company's reserves policy.

STOCKPORT SPORTS TRUST
TRUSTEES ANNUAL REPORT *(continued)*
YEAR ENDED 31 MARCH 2011

Organisational Structure

The Stockport Sports Trust has a Board of Directors of eleven drawn from the local Stockport community, two of whom are nominated by the Stockport Metropolitan Borough Council. Every bi-monthly Board meeting is attended by the senior management team who present reports to the Board in respect of strategic issues (CEO), Finance (Finance Manager), Human Resources (H R Manager), Operations (Ops Manager) and Marketing (Marketing Manager).

Day to day responsibility rests with the CEO who is supported by senior managers and the group managers who have direct roles for the smooth running of each of our 15 sports centres and swimming pools.

Related Parties

Stockport Metropolitan Borough Council with whom we work in partnership arrange monthly strategic meetings between the Trust's CEO and an Assistant Director responsible for Leisure to deal with issues of common interest.

A sub Group of the Board together with the CEO and finance manager meet the Executive Member with supporting officers every three months dealing with a wide range of issues connected with funding, contractual arrangements and long term planning.

The Sports Trust also operates closely with secondary and primary education providing the swimming instruction to all but a handful of Stockport's many primary schools and operating the sports and leisure facilities on site of some seven secondary schools making these available to extensive community use.

There is a natural affinity with fitness and health and the charity works with both the NHS Foundation Trust and the Primary Care Trust to deliver a number of joint interest schemes.

Stockport has a local Sports Council representing the voluntary sector sports clubs. The Trust ensures that there is a regular exchange of views and information by taking a seat on the Sports Council exec and by offering a seat on the Board to the Chair of the Sports Council.

STOCKPORT SPORTS TRUST
TRUSTEES ANNUAL REPORT *(continued)*
YEAR ENDED 31 MARCH 2011

OBJECTIVES AND ACTIVITIES

The Company's objects and principal activities, as contained in the Memorandum and Articles of Association, are

a To provide or assist in the provision of facilities and services for recreation or other leisure time occupation primarily for the community and visitors to the Stockport Metropolitan Borough area 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, ethnicity and/or social and economic circumstances may have need of special facilities and which will help to improve the quality of life for such persons by promoting their social, physical or mental wellbeing, and/or

b To provide or assist in the provision of facilities for physical education and development which will enable and encourage pupils and students of schools or establishments for the provision of further and higher education to play games and sports and thereby to assist in ensuring that due attention is given to the physical education and development of such pupils and students as well as the development and occupation of their minds and with a view to furthering this object to provide or assist in the provision for the use of such pupils or students of games and sports equipment of every kind, courses, lectures, demonstrations, coaching and playing fields or appropriate outdoor or indoor facilities for such education

c While the persons for whom the facilities and services are primarily intended are the community and visitors to the Stockport Metropolitan Borough area, the provision of facilities and services provided by the Trust shall not be restricted to such and may be provided to other members of the public wheresoever situate whether within or without the United Kingdom who desire to and can conveniently make use of them

In setting our objectives for the year and planning our activities, the board have considered the Charity Commission's guidance on public benefit, including the guidance on public benefit and fee charging the Trust relies on grants and the income from fees and charges to cover its operating costs. In setting the level of fees, charges and concessions, the trustees give careful consideration to the accessibility of the Trust's sports facilities to the inhabitants of Stockport Metropolitan Borough, and in particular those on low incomes

STOCKPORT SPORTS TRUST
TRUSTEES ANNUAL REPORT *(continued)*
YEAR ENDED 31 MARCH 2011

ACHIEVEMENTS AND PERFORMANCE

With so much happening over the last 12 months, the pace within Stockport Sports Trust continues to gain momentum. Previous success has been built upon again, allowing the company to stand tall as Stockport's unrivalled leisure supplier.

As the national economy continued to struggle with little sign of recovery we have ensured that we continued to listen to our customers and support them, providing the best sporting facilities at affordable prices. In doing this we have continued to weather the storm and in many ways surpass our own expectations, in part due to the extreme loyalty of our customers.

The last 12 months has been extremely exciting and saw the Trust break new ground, opening our first brand new facility at Target Fitness+ Houldsworth Village, catering for a wider audience than ever before with so many activity areas under one roof. In addition we expanded our portfolio by taking on the management of a new facility in Heald Green South Manchester Sports Club. Other facility developments included conversion of a squash court to a state of the art gym and a bar area converted to a brand new studio.

At many of our centres, membership has started to level off but as we continue to broaden our service offering we are confident that we will continue to attract new users to our centres.

Sports Development has seen another very successful year, joining with more partners as we tackle priority issues and continue to tackle health inequalities and the wide disparities that are prevalent in Stockport. The team at the Trust has continued to develop their community programmes and reached more people through their activities and referral programmes than ever before, in line with the organisation's Community Partnership Plan.

Target Sports Swimming has been rebranded as Stockport Metro to ensure consistency between the lesson and competitive sides of swimming in Stockport. It continues to be one of the most successful swimming programmes in the UK, and our Olympians, training at British Swimming's highly regarded Intensive Training Centre at Grand Central Pools, and rising stars had an extremely successful year.

As we embrace the forthcoming year, with the economy still struggling to recover fully, we are excited about the future challenges. We continue to seek opportunities to expand and improve both the facilities we operate and the services we provide to local people. It is with determination and enthusiasm that the team at Stockport Sports Trust look forward to once again ensuring a positive future for sport and leisure in Stockport and beyond.

STOCKPORT SPORTS TRUST
TRUSTEES ANNUAL REPORT *(continued)*
YEAR ENDED 31 MARCH 2011

FINANCIAL REVIEW

The Trust has achieved a net operating surplus of £243,327 (prior to the FRS17 annual adjustments) which is in excess of last year's surplus. It is also very encouraging to note that turnover (net of grant) has grown year on year by 10%, this at a time when disposable incomes are being stretched especially with regards to discretionary spending. The main income drivers for the Trust have again been our Target Fitness Plus and Target Fitness brands, which have between them achieved year on year growth of 17%. During this financial year membership and retention targets have all been achieved and in some cases exceeded with our membership base increasing from 8,255 in March 2010 to 9,262 at March 2011.

2010 also saw the introduction of a brand new centre trading as Houldsworth Village and based in South Reddish offering indoor football (four pitches), gym and dance studios. This new centre has been funded entirely by the Trust in partnership with the local authority. Further business growth is planned for 2011 as the Trust takes over the operational management of the Grand Central Swimming Pool and Fitness facility in the centre of Stockport. One of only 18 or so 50 metre pools in the England.

This year's results have further strengthened the Trust's Balance Sheet (prior to FRS17 adjustments) by increasing working capital year on year from £604k to £879k and also improving the net worth of the Trust from £1.185m last year to £1.496m this year. On another positive note the Greater Manchester Pension Fund actuaries have completed the FRS17 valuation process and concluded that our fund is now fully funded with a fund surplus of £62k.

On a less positive note we have been advised by Stockport MBC that, following the Government central spending review, that in order for it to meet the centrally imposed spending targets it will from April 2012 be reducing our funding grant by some 28% over a four year period. A strategic leisure facilities review is to be set up in the new financial year with both the local authority and the Trust putting proposals forward to minimise the effects of the funding reduction on front line services to the community. It is essential therefore that the Trust in the intervening period prior to 2012 continues to build its business and strengthen its balance sheet going forward.

PRINCIPAL FUNDING SOURCES

Aside from the Trust's operational turnover (£5.2m) the principal funding source for the charity is an annual revenue grant (£1.8m) from Stockport Metropolitan Borough Council.

INVESTMENT POLICY

The Trust does not at this stage in its development consider it necessary to have a formal investment policy. From its formation in 2002 all surplus monies have been invested on our behalf through the Trust's bankers who provided us with access to a Public Sector Reserve account.

STOCKPORT SPORTS TRUST
TRUSTEES ANNUAL REPORT *(continued)*
YEAR ENDED 31 MARCH 2011

RESERVES POLICY

The Directors have established the need for the charity to create a general reserve to deal with future eventualities with regards to the following -

- 1 Implications of FRS17 reporting
- 2 To provide the option to enable the company to carry an excess on it's liability insurances in order to attract more competitive quotations
- 3 To provide for uninsured losses against the Trust Including industrial tribunal awards and associated costs
- 4 To contribute to lost income, not covered by the funding agreement, to accommodate closure of facilities for development
- 5 Loss of income due to competition / trend changes / grant reductions
- 6 Replacement and / or renovation of landlord or owned equipment, fixtures and fittings within the Trust

Net increases in unrestricted revenue funds will be appropriated to the general reserve It is the objective of the Board to maintain a minimum reserve of £400,000 to meet the above requirements, (before the pension scheme liability) The reserves policy of the charity is reviewed annually

PLANS FOR FUTURE PERIODS

The 2011 Leisure Review suggests that there will be major changes ahead in terms of Sport and Leisure in Stockport The general feeling is that there will be a smaller number of Leisure Centres but of higher quality A number of new smaller centres will be considered The closure of large inefficient and underused centres should provide the capital funds via revenue savings and capital receipts

The Local Authority and the Trust are poised to renegotiate the annual funding arrangements within the 2011 Leisure Review and whether the funding continues as a grant or becomes a management fee will also need to be considered The Trust will be expected to save a minimum of 30% in funding reductions over the next four years as its contribution to the Local Authority cut backs How this will be achieved without significant impact on the service we provide remains to be seen

RESPONSIBILITIES OF THE TRUSTEES

The trustees (who are also the directors of Stockport Sports Trust for the purposes of company law) are responsible for preparing the Trustees Annual Report, the Chairman's statement and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

STOCKPORT SPORTS TRUST
TRUSTEES ANNUAL REPORT *(continued)*
YEAR ENDED 31 MARCH 2011

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 of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to

select suitable accounting policies and then apply them consistently,

observe the methods and principles in the Charities SORP,

make judgements and estimates that are reasonable and prudent,

state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. The trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware

there is no relevant audit information of which the charitable company's auditor is 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 auditor is aware of that information

AUDITOR

A resolution proposing that invitations to tender for this year's audit work be sent to no more than six local firms with proven experience in the "Not For Profit" sector will be put to the Annual General Meeting

Registered office
4th Floor, Landmark House
Station Road
Cheadle Hulme
Cheshire
SK8 7BS

Signed by order of the trustees




PHILIP CHARLES VIBRANS
Charity Secretary

27th September 2011

STOCKPORT SPORTS TRUST
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
STOCKPORT SPORTS TRUST
YEAR ENDED 31 MARCH 2011

We have audited the financial statements of Stockport Sports Trust for the year ended 31 March 2011 on pages 15 to 33, which have been prepared on the basis of the accounting policies set out on pages 18 to 19

This report is made solely to the company's members, as a body, in accordance with chapter 3 of section 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 an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS

The responsibilities of the trustees (who also act as directors of Stockport Sports Trust for the purposes of company law) for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out in the Statement of Responsibilities of the Trustees on pages 11 to 12.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and have been prepared in accordance with the Companies Act 2006. We also report to you whether in our opinion the information given in the Trustees' Annual Report is consistent with those financial statements. The information given in the Trustees' Report includes that specific information presented in the Chairman's statement that is cross referred from the Business Review section of the Trustees' Report.

In addition we report to you if, in our opinion, the charity has not kept adequate accounting records, if the charity's financial statements are not in agreement with the accounting records and returns, if we have not received all the information and explanations we require for our audit, or if certain disclosures of trustees' remuneration specified by law are not made.

We read other information contained in the Annual Report and consider whether it is consistent with the audited financial statements. This other information comprises only the Trustees' Annual Report and the Chairman's statement. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

STOCKPORT SPORTS TRUST
INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
STOCKPORT SPORTS TRUST *(continued)*

YEAR ENDED 31 MARCH 2011

BASIS OF AUDIT OPINION


We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion

- the financial statements give a true and fair view of the state of the charity's affairs as at 31 March 2011 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice,
- the financial statements have been prepared in accordance with the Companies Act 2006, and
- the information given in the Trustees Annual Report is consistent with the financial statements



Anna E Bennett
Senior Statutory Auditor
HALLIDAYS ACCOUNTANTS LLP
Chartered Accountants
& Statutory Auditor

Riverside House
Kings Reach Business Park
Yew Street
Stockport
SK4 2HD

27th September 2011

STOCKPORT SPORTS TRUST

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT) *(continued)*

YEAR ENDED 31 MARCH 2011

INCOMING RESOURCES

Incoming resources from
generating funds

Activities for generating
funds

2	241,192	—	241,192	247,503
3	3,407	—	3,407	6,938

Incoming resources from
charitable activities

4	7,125,820	605,741	7,731,561	7,313,699
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Other incoming resources

5	3,275	—	3,275	(1,926)
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TOTAL INCOMING RESOURCES

7,373,694	605,741	7,979,435	7,566,214
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RESOURCES EXPENDED

Costs of generating funds

Fundraising trading cost
of goods sold and other
costs

6	(116,646)	—	(116,646)	(124,541)
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Charitable activities

7/8	(6,212,358)	(548,492)	(6,760,850)	(7,195,119)
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Exceptional costs of
charitable activities

7/8	(5,800)	—	(5,800)	(27,834)
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Governance costs

9	(17,808)	—	(17,808)	(9,660)
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TOTAL RESOURCES EXPENDED

(6,352,612)	(548,492)	(6,901,104)	(7,357,154)
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NET INCOMING RESOURCES FOR THE YEAR

11	1,021,082	57,249	1,078,331	209,060
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Actuarial gains/losses on defined
benefit pension schemes

2,027,499	279,501	2,307,000	(2,573,000)
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NET MOVEMENT IN FUNDS/NET INCOME/(EXPENDITURE) FOR THE YEAR RECONCILIATION OF FUNDS

3,048,581	336,750	3,385,331	(2,363,940)
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Total funds brought forward

(1,856,788)	(40,138)	(1,896,926)	467,014
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TOTAL FUNDS CARRIED FORWARD

1,191,793	296,612	1,488,405	(1,896,926)
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The Statement of Financial Activities includes all gains and losses in the year and therefore
a statement of total recognised gains and losses has not been prepared
All of the above amounts relate to continuing activities

The notes on pages 18 to 33 form part of these financial statements

STOCKPORT SPORTS TRUST

BALANCE SHEET

31 MARCH 2011

	Note	2011 £	2010 £
FIXED ASSETS			
Tangible assets	13	567,117	580,446
Investments	14	50,000	—
		<u>617,117</u>	<u>580,446</u>
CURRENT ASSETS			
Stocks	15	29,937	25,245
Debtors	16	688,343	978,895
Cash at bank and in hand	17	1,910,033	1,034,922
		<u>2,628,313</u>	<u>2,039,062</u>
CREDITORS: Amounts falling due within one year	18	<u>(1,749,025)</u>	<u>(1,434,798)</u>
NET CURRENT ASSETS		879,288	604,264
TOTAL ASSETS LESS CURRENT LIABILITIES		1,496,405	1,184,710
CREDITORS: Amounts falling due after more than one year	19	<u>—</u>	<u>(1,636)</u>
		1,496,405	1,183,074
PROVISIONS FOR LIABILITIES			
Pensions	20	(70,000)	—
NET ASSETS EXCLUDING PENSION ASSET/(LIABILITY)		1,426,405	1,183,074
DEFINED BENEFIT PENSION SCHEME ASSET/(LIABILITY)	21	<u>62,000</u>	<u>(3,080,000)</u>
NET ASSETS/(LIABILITIES) INCLUDING PENSION ASSET/(LIABILITY)		1,488,405	(1,896,926)
FUNDS			
Restricted income funds	22	296,612	(40,138)
Unrestricted income funds	23	1,191,793	(1,856,788)
TOTAL FUNDS		1,488,405	(1,896,926)

These financial statements were approved by the members of the committee on the 27th September 2011 and are signed on their behalf by

MR A THOMPSON (CHAIRMAN)

Company Registration Number 4304674



The notes on pages 18 to 33 form part of these financial statements

STOCKPORT SPORTS TRUST

CASH FLOW STATEMENT

YEAR ENDED 31 MARCH 2011

	Note	2011 £	2010 £
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES	26	3,500,800	(2,082,521)
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE			
Interest received		<u>3,407</u>	<u>6,938</u>
Net cash inflow from returns on investments and servicing of finance		3,407	6,938
CAPITAL EXPENDITURE			
Payments to acquire tangible fixed assets		(235,166)	(254,384)
Receipts from sale of fixed assets		<u>—</u>	<u>63,706</u>
Net cash outflow from capital expenditure		(235,166)	(190,678)
Cash inflow/(outflow) before financing		<u>3,269,041</u>	<u>(2,266,261)</u>
FINANCING			
Net outflow in respect of finance leases		(36,930)	(49,145)
Net cash outflow from financing		(36,930)	(49,145)
INCREASE/(DECREASE) IN CASH	27	<u>3,232,111</u>	<u>(2,315,406)</u>

The notes on pages 18 to 33 form part of these financial statements

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, except for investments which are included at market value, and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and the Companies Act 2006

Incoming resources

Grant income is included in incoming resources when it is receivable

Grants for specific purposes are credited to individual restricted funds

All other grant income is credited to unrestricted funds

Charitable trading income relating to the use of facilities is included in incoming resources when it becomes receivable with the exception of income relating to future periods which is deferred

Investment income is included when receivable

Incidental non-charitable trading income is included when earned

Resources expended

Resources expended are included in the statement of financial activities on an accruals basis, inclusive of VAT where it is not recoverable

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity

All costs are allocated between the expenditure categories of the sofa on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis, e.g. Turnover, as set out in note 9

Irrecoverable VAT is calculated quarterly and added back to charitable activities expenditure, and then an annual adjustment in accordance with VAT legislation is calculated and included in the first VAT quarter of the following year

Interest receivable

Bank interest is accounted for on an accruals basis

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

1 ACCOUNTING POLICIES *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Equipment	20-33 1/3%	Straight line basis
Building Improvements	10-20 %	Straight line basis

Individual fixed assets costing £5,000 or more are capitalised at cost and depreciated

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Finance lease agreements

Where the charity enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the statement of financial activities on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

Operating lease agreements

As a condition of the Trust renting the pools and gymnasias from SMBC, the council have granted the Trust full use of all fixtures, fittings and equipment. These assets remain the property of the council.

Pension costs

The trust operates a pension scheme providing benefits based on final pensionable pay. The scheme is a local government pension scheme and is administered by Tameside Metropolitan Borough Council in accordance with the Local Government Pension Scheme Regulations 1997, as amended. It is contracted out of the State Second Pension. The assets of the scheme are held separately from those of the Trust, being invested in a combination of Equities, Bonds, Properties and cash. Pension scheme liabilities are measured on an actuarial basis using a projected unit method and are discounted to their present value using the yield available on long-dated, high quality corporate bonds (measured as the yield on Iboxx Sterling Corporates Index, AA over 15 years). Pension scheme assets are valued at market value at the balance sheet date. The pension scheme deficit is recognised in full on the balance sheet.

Provisions for liabilities and charges

Provisions are established if they meet the criteria set out in FRS 12.

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

2. INCOMING RESOURCES FROM ACTIVITIES FOR GENERATING FUNDS

	Unrestricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Bar Café and Vending	154,441	154,441	188,764
Other	86,751	86,751	58,739
	<u>241,192</u>	<u>241,192</u>	<u>247,503</u>

3. INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Bank interest receivable	3,407	3,407	6,938

4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Grants	1,820,817	429,806	2,250,623	2,364,573
Swimming	1,727,946	—	1,727,946	1,580,375
Sport & Recreation	933,705	16,951	950,656	977,642
Health & Fitness	2,643,352	158,984	2,802,336	2,391,109
	<u>7,125,820</u>	<u>605,741</u>	<u>7,731,561</u>	<u>7,313,699</u>

5. OTHER INCOMING RESOURCES

	Unrestricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Other income	3,275	3,275	(1,926)

6 FUNDRAISING TRADING: COST OF GOODS SOLD AND OTHER COSTS

	Unrestricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Bar Café and Vending	70,951	70,951	104,945
Other	45,695	45,695	19,596
	<u>116,646</u>	<u>116,646</u>	<u>124,541</u>

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

7. COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds £	Restricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Exceptional costs of charitable activities	5,800	—	5,800	27,834
Target Fitness+	2,554,066	—	2,554,066	2,402,034
Target Fitness	760,371	—	760,371	852,278
Target Life	823,639	—	823,639	1,138,794
Target Sport	698,790	—	698,790	741,786
Restricted reserves	—	504,307	504,307	629,845
Support costs	1,375,492	44,185	1,419,677	1,430,382
	<u>6,218,158</u>	<u>548,492</u>	<u>6,766,650</u>	<u>7,222,953</u>

8. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Activities undertaken directly £	Support costs £	Total Funds 2011 £	Total Funds 2010 £
Exceptional costs of charitable activities	5,800	—	5,800	27,834
Target Fitness+	2,554,066	930,260	3,484,326	3,279,230
Target Fitness	760,371	182,208	942,579	1,052,637
Target Life	823,639	183,659	1,007,298	1,370,013
Target Sport	698,790	79,365	778,155	817,844
Restricted reserves	504,307	44,185	548,492	675,395
	<u>5,346,973</u>	<u>1,419,677</u>	<u>6,766,650</u>	<u>7,222,953</u>

9. GOVERNANCE COSTS

	Unrestricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Audit fees	9,117	9,117	8,016
Legal fees	8,691	8,691	1,644
	<u>17,808</u>	<u>17,808</u>	<u>9,660</u>

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

10. ANALYSIS OF SUPPORT COSTS

	Target Fitness+ £	Target Fitness £	Target Life £	Target Sport £
Staff costs	343,661	67,318	67,844	29,321
General Office and Finance	103,577	20,286	20,450	8,836
Premises	85,401	16,727	16,861	7,286
Supplies & Services	19,966	3,910	3,942	1,703
Advertising & Marketing	61,702	12,085	12,182	5,264
Insurance	63,050	12,349	12,448	5,379
Professional & Consultancy fees	51,971	10,179	10,261	4,434
Miscellaneous	1,727	338	341	147
Bad debts and Depreciation	28,398	5,562	5,607	2,423
Unrecovered VAT	168,235	32,950	33,215	14,353
disposal of fixed assets	—	—	—	—
operating lease	2,572	504	508	219
	<u>930,260</u>	<u>182,208</u>	<u>183,659</u>	<u>79,365</u>

	Restricted funds £	Total 2011 £	Total 2010 £
Staff costs	16,326	524,470	641,035
General Office and Finance	4,919	158,068	140,556
Premises	4,056	130,331	128,099
Supplies & Services	948	30,469	37,137
Advertising & Marketing	2,930	94,163	63,676
Insurance	2,995	96,221	88,452
Professional & Consultancy fees	2,468	79,313	69,124
Miscellaneous	82	2,635	3,148
Bad debts and Depreciation	1,349	43,339	13,774
Unrecovered VAT	7,990	256,743	230,074
disposal of fixed assets	—	—	14,819
operating lease	122	3,925	488
	<u>44,185</u>	<u>1,419,677</u>	<u>1,430,382</u>

11. NET INCOMING/(OUTGOING) RESOURCES FOR THE YEAR

This is stated after charging/(crediting)

	2011 £	2010 £
Staff pension (credit)/contributions	(603,937)	128,428
Depreciation	235,431	220,789
Auditors' remuneration		
- audit of the financial statements	9,117	8,016
Operating lease costs		
- Plant and machinery	<u>35,978</u>	<u>34,561</u>

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

12. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

	2011	2010
	£	£
Wages and salaries	4,304,714	3,987,025
Social security costs	287,877	264,924
Other pension (credit)/costs	(603,937)	128,428
	<u>3,988,654</u>	<u>4,380,377</u>

Other pension costs above represents the total operating charge included in resources expended in the statement of financial activities and does not include amounts included in other finance costs (see note 21)

Particulars of employees:

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows

	2011	2010
	No	No
Number of Charitable staff	341	297
Number of support staff	6	5
Number of management & administration staff	24	21
Number of other staff - Bar staff	2	3
	<u>373</u>	<u>326</u>

The number of employees whose remuneration for the year fell within the following bands, were

	2011	2010
	No	No
£110,000 to £119,999	<u>1</u>	<u>1</u>

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

13. TANGIBLE FIXED ASSETS

	Equipment £	Building Improvements £	Total £
COST			
At 1 April 2010	533,606	819,445	1,353,051
Additions	<u>157,345</u>	<u>77,821</u>	<u>235,166</u>
At 31 March 2011	<u>690,951</u>	<u>897,266</u>	<u>1,588,217</u>
DEPRECIATION			
At 1 April 2010	365,949	406,656	772,605
Charge for the year	<u>98,045</u>	<u>150,450</u>	<u>248,495</u>
At 31 March 2011	<u>463,994</u>	<u>557,106</u>	<u>1,021,100</u>
NET BOOK VALUE			
At 31 March 2011	<u>226,957</u>	<u>340,160</u>	<u>567,117</u>
At 31 March 2010	<u>167,657</u>	<u>412,789</u>	<u>580,446</u>

Finance lease agreements

Included within the net book value of £567,117 is £13,851 (2010 - £50,781) relating to assets held under finance lease agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £34,887 (2010 - £49,145).

14. INVESTMENTS

Movement in market value

	2011 £	2010 £
Market value at 1 April 2010	50,000	-
Market value at 31 March 2011	<u>50,000</u>	<u>-</u>
Historical cost at 31 March 2011	<u>50,000</u>	<u>-</u>

Analysis of investments at 31 March 2011 between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Other investments				
Other UK unlisted Securities	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>-</u>

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

15. STOCKS

	2011 £	2010 £
Stock	<u>29,937</u>	<u>25,245</u>

16. DEBTORS

	2011 £	2010 £
Trade debtors	553,392	801,148
Other debtors	37,454	57,955
Prepayments	<u>97,497</u>	<u>119,792</u>
	<u>688,343</u>	<u>978,895</u>

17. CASH AT BANK AND IN HAND

	2011 £	2010 £
Bank deposit account	1,115,736	321,345
Fixed call money	506,323	502,908
Bank current account (inc overdrafts)	281,688	205,563
Cash in hand	<u>6,286</u>	<u>5,106</u>
	<u>1,910,033</u>	<u>1,034,922</u>

18. CREDITORS: Amounts falling due within one year

	2011 £	2010 £
Trade creditors	356,582	216,084
Finance lease agreements	13,851	49,145
Unapplied grant	431,817	431,817
Other creditors	123,477	13,909
Accruals	<u>823,298</u>	<u>723,843</u>
	<u>1,749,025</u>	<u>1,434,798</u>

19. CREDITORS: Amounts falling due after more than one year

	2011 £	2010 £
Finance lease agreements	<u>-</u>	<u>1,636</u>

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

20. PENSIONS

In addition to the liabilities provided per the actuarial reports an additional liability has arisen relating to the provision of a pension to an individual who has taken retirement due to health issues

21 PENSION COMMITMENTS

The trust operates a pension scheme providing benefits based on final pensionable pay. The scheme is a local government pension scheme and is administered by Tameside Metropolitan Borough in accordance with the Local Government Pension Scheme regulations 1997, as amended. It is contracted out of the State Second Pension. The assets of the scheme are held separately from those of the trust, being invested in a combination of Equities, Bonds, Properties and cash. Contributions to the scheme are charged to the SOFA so as to spread the cost of pensions over employees' working lives with the Trust. Full actuarial valuations are carried out every three years, the latest one being prepared at 31st March 2007, and updated to 31st March 2009 by the actuaries, Hymans Robertson for the purposes of FRS 17 using the Projected Unit method. The major assumptions used by the actuary were:

	2011	2010	2009
	%	%	%
Rate of increase in salaries	4.3	5.3	4.6
Rate of increase in pensions in payment	6.6	6.9	6.3
Discount rate	5.5	5.5	6.9
Inflation assumption	2.8	3.8	3.1

The fair value of the scheme assets and the expected rate of return, the present value of the scheme liabilities and the resulting surplus/(deficit) are:

	2011		2010		2009
	Long-term rate of return expected %	Value £	Long-term rate of return expected %	Value £	Value £
Equities	7.5	4,582,000	7.8	4,164,000	2,979,000
Bonds	4.9	1,180,000	5.0	994,000	712,000
Property	5.5	347,000	5.8	373,000	311,000
Other (user-definable)	4.6	833,000	4.8	684,000	445,000
Total market value of assets		6,942,000		6,215,000	4,447,000
Present value of scheme liabilities		(6,880,000)		(9,295,000)	(4,938,000)
Net pension asset/(liability)		62,000		(3,080,000)	(491,000)

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

21 PENSION COMMITMENTS *(continued)*

An analysis of the movements in the surplus/(deficit) during the year are shown below

	2011 £	2010 £
At 1 April 2010	(3,080,000)	(491,000)
Total operating credit/(charge)	662,000	(138,000)
Total other finance cost	(42,000)	(59,000)
Actuarial gain/(loss)	2,307,000	(2,573,000)
Contributions	215,000	181,000
At 31 March 2011	<u>62,000</u>	<u>(3,080,000)</u>

An analysis of the amounts included in the statement of financial activities follows

Analysis of the total operating credit/charge included in resources expended

	2011 £	2010 £
Current service cost	310,000	138,000
Past service costs	(979,000)	–
Pre-operating profit gains/(losses) on settlements or curtailments	7,000	–
Total operating charge	<u>(662,000)</u>	<u>138,000</u>

Analysis of the amount included in other finance cost

	2011 £	2010 £
Expected return on pension scheme assets	436,000	285,000
Interest on pension scheme liabilities	(478,000)	(344,000)
Other finance cost	<u>(42,000)</u>	<u>(59,000)</u>

Analysis of the amount included in other recognised gains and losses

	2011 £	2010 £
SOFA difference between expected and actual return on assets	(860,000)	(1,907,000)
SOFA experience gains/(losses) arising from scheme liabilities	84,000	1,337,000
SOFA effect of change in assumptions underlying the present value of scheme liabilities	<u>3,083,000</u>	<u>(2,003,000)</u>
Actuarial gain/(loss)	<u>2,307,000</u>	<u>(2,573,000)</u>

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

21. PENSION COMMITMENTS *(continued)*

A history of experience gains and losses is shown below

	2011	2010	2009	2008	2007
Difference between the expected and actual return on scheme assets					
- amount (£)	(860,000)	(1,907,000)	529,000	(493,000)	28,000
- % of scheme assets	(12.4)	(30.7)	11.9	(9.3)	0.6
Experience gains/(losses) on scheme liabilities					
- amount (£)	84,000	1,337,000	(1,283,000)	761,000	6,000
- % of present value of scheme liabilities	1.2	14.4	(26.0)	15.0	0.1
Total actuarial gain/(loss) recognised in statement of total recognised gains and losses					
- amount (£)	2,307,000	(2,573,000)	(673,000)	1,585,000	477,000
- % of present value of scheme liabilities	33.5	(27.7)	(13.6)	31.3	8.2

22. RESTRICTED INCOME FUNDS

	Balance at 1 Apr 2010 £	Incoming resources £	Outgoing resources £	Balance at 31 Mar 2011 £
Avondale Lottery Scheme	(18,300)	107,703	(48,871)	40,532
British Swimming Grant	(83,670)	29,375	(2,447)	(56,742)
Metro Swim	(4,088)	15,000	(6,830)	4,082
Get coaching	—	7,063	(3,216)	3,847
Earmarked Stockport MBC funding	202,229	83,884	(70,028)	216,085
Be Active	—	—	(599)	(599)
Awards for all	281	—	—	281
All together active	(17,729)	40,999	(14,673)	8,597
EOP-paris	(49,810)	176,518	(70,188)	56,520
Get active Bus	(15,587)	11,648	(5,303)	(9,242)
Community coaches	(22,193)	61,970	(14,249)	25,528
Sport unlimited	(19,893)	44,540	(20,279)	4,368
Balance carried forward	(28,760)	578,700	(256,683)	293,257

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

22 RESTRICTED INCOME FUNDS *(continued)*

	Balance at 1 Apr 2010 £	Incoming resources £	Outgoing resources £	Balance at 31 Mar 2011 £
Balance brought forward	(28,760)	578,700	(256,683)	293,257
Comm Playschemes	(11,306)	27,041	(12,308)	3,427
Dev Sport stockport	(72)	—	—	(72)
Balance carried forward	<u>(40,138)</u>	<u>605,741</u>	<u>(268,991)</u>	<u>296,612</u>

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

22. RESTRICTED INCOME FUNDS *(continued)*

The Avondale lottery scheme funds the Fitness suite and recreational facilities at the Avondale Centre. There is a restriction on this fund in that all surpluses generated have to be reinvested in the facilities. The original grant was for the purchase of the Fitness suite and recreational facilities at the Centre, and so any income from the use of these facilities by the public and any expenditure relating to this is accounted for through this restricted fund.

The British Swimming fund will continue to support the elite swimmers in the Stockport Borough in the foreseeable future. The fund receives annual funding for elite swimming coaching and any surplus is retained in the scheme to continue to fund this coaching. If the annual grant is not sufficient and the fund is in deficit then the unrestricted reserves subsidise this.

The Metro Coaching Award is an annual grant to be used to offset against swim coaching fees. Coaching fees amounting to the annual grant are transferred from the unrestricted reserves to this fund.

The Earmarked funding from Stockport MBC is in respect of revenue and capital projects and is ongoing.

The Be Active fund deals with activity sessions delivered in Trust facilities which are open to all members of the general public free of charge. Funding is via Stockport CVS through an open application procedure and has been used to purchase activity equipment.

The Awards for All England offer grants of between £300 to £10,000 which are aimed at improving local communities and the lives of those most in need. Stockport Sports Trust were successful with an application for grant that allowed the purchase of mobile dance mats, used to provide physical activity opportunities in areas of deprivation.

The All Together Active is a project that is based upon whole family intervention, using physical activity and wellbeing advice, to contribute to reducing obesity levels in targeted children. Funding for the programme is received from Stockport Metropolitan Borough Council, through the children's fund. Received funding supports 4 All Together Active Part Time Instructors.

EOP -Paris is an exercise on prescription scheme, delivered in partnership with NHS Stockport. Grant aid from NHS Stockport supports 3 PARiS officers and a senior PARiS officer. Patients, with appropriate medical conditions, are referred to the scheme either through their GP or other medical professionals, providing patients with physical activity rather than medication.

Get Active Bus is delivered in partnership with NHS Stockport, funding from NHS Stockport facilitates the contract hire of an accessible minibus, a scheme co-ordinator and drivers for the service. The bus transports individuals and groups from Neighbourhood Renewal Priority Area's to Leisure facilities and activities.

Community Coaches are a number of part time coaches which are employed to deliver sport and physical activities, for children and young people, in a number of settings, including schools, community settings and leisure centres. A number of partners contribute to the costs of employing these coaches including Sport England, the school sport partnership and governing bodies of sport.

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

22. RESTRICTED INCOME FUNDS *(continued)*

Sport Unlimited is where Central Government funding, delivered through Sport England via the County Sports Partnership, is used to deliver sporting activities and opportunities for children and young people. The funding has been granted to assist in delivering Central Government's target of ensuring that Children and Young People have the opportunity to access 5 hours of PE & Sport each week.

Community Play schemes are delivered in partnership with Play Development, from Stockport Council. Big Lottery Funding is received via Stockport Metropolitan Borough Council. Activities are delivered in target areas, ensuring the children and young people have access to play more often.

Get Coaching – Funding is made available through Greater Sport to support coaches and the volunteers working within voluntary sector sports clubs throughout the Borough of Stockport. Nationally agreed criteria are applied to all funding applications received.

23. UNRESTRICTED INCOME FUNDS

	Balance at 1 Apr 2010	Incoming resources	Outgoing resources	Balance at 31 Mar 2011
	£	£	£	£
General Funds	<u>(1,856,788)</u>	<u>7,373,694</u>	<u>(4,325,113)</u>	<u>1,191,793</u>

24. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Fixed asset investments	Tangible fixed assets	Net current assets/ (liabilities)	Provision for liabilities
		£	£	£
Restricted Income Funds:				
Avondale Lottery Scheme	–	73,450	(38,724)	–
British Swimming Grant	–	–	(48,828)	–
Metro Swim	–	–	1,242	–
Get coaching	–	–	(592)	–
Earmarked Stockport MBC funding	–	241,230	(7,024)	–
Be active	–	–	(599)	–
Awards for all	–	–	500	–
All together active	–	–	561	–
EOP-paris	–	–	5,834	–
Get active bus	–	–	(975)	–
Community coaches	–	–	24,425	–
Sport unlimited	–	–	(2,833)	–
Comm Playschemes	–	–	(758)	–
	–	<u>314,680</u>	<u>(67,771)</u>	–
Unrestricted Income Funds	<u>50,000</u>	<u>252,437</u>	<u>947,059</u>	<u>(70,000)</u>
Total Funds	<u>50,000</u>	<u>567,117</u>	<u>879,288</u>	<u>(70,000)</u>

STOCKPORT SPORTS TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2011

24. ANALYSIS OF NET ASSETS BETWEEN FUNDS *(continued)*

	Defined benefit pension asset/ (liability) £	Total £
Restricted Income Funds:		
Avondale Lottery Scheme	5,806	40,532
British Swimming Grant	(7,914)	(56,742)
Metro Swim	2,840	4,082
Get coaching	4,439	3,847
Earmarked Stockport MBC funding	(18,121)	216,085
Be active	-	(599)
Awards for all	(219)	281
All together active	8,036	8,597
EOP-paris	50,686	56,520
Get active Bus	(8,267)	(9,242)
Community coaches	1,103	25,528
Sport unlimited	7,201	4,368
Comm Playschemes	4,185	3,427
Dev Sport stockport	(72)	(72)
	<u>49,703</u>	<u>296,612</u>
Unrestricted Income Funds	<u>12,297</u>	<u>1,191,793</u>
Total Funds	<u>62,000</u>	<u>1,488,405</u>

25. RELATED PARTY TRANSACTIONS

During the period a number of trustees were kind enough to donate their time free of charge on an advisory basis

No other related party transactions were undertaken such as are required to be disclosed under Financial Reporting Standard 8

STOCKPORT SPORTS TRUST
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 MARCH 2011

2011
£

2010
£

26. RECONCILIATION OF NET INCOMING/(OUTGOING) RESOURCES TO NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES

	2011 £	2010 £
Net incoming resources before transfers	1,078,331	209,060
Interest receivable	(3,407)	(6,938)
Actuarial gains/losses on defined benefit pension schemes	2,307,000	(2,573,000)
Depreciation	248,495	225,058
(Increase)/Decrease in stocks	(4,692)	12,881
Decrease/(Increase) in debtors	290,552	(106,510)
Increase in creditors	349,521	140,928
Increase in provisions	70,000	-
Provision for pension costs on defined benefit pension schemes	(620,000)	197,000
Defined benefit pension scheme contributions paid	(215,000)	(181,000)
Net cash inflow/(outflow) from operating activities	<u>3,500,800</u>	<u>(2,082,521)</u>

27. RECONCILIATION OF NET CASH FLOW MOVEMENT TO MOVEMENT IN NET FUNDS

	2011 £	2010 £
Increase/(Decrease) in cash in the period	3,232,111	(2,315,406)
Net outflow in respect of finance leases	36,930	49,145
Change in net funds	3,269,041	(2,266,261)
Net funds at 1 Apr 2010	984,141	677,401
Net funds at 31 Mar 2011	<u>1,896,182</u>	<u>984,141</u>

28. ANALYSIS OF CHANGES IN NET FUNDS

	1 Apr 10 £	Cash flows £	31 Mar 11 £
Cash in hand and at bank	1,034,922	875,111	1,910,033
Finance lease agreements	(50,781)	36,930	(13,851)
	<u>984,141</u>	<u>912,041</u>	<u>1,896,182</u>

STOCKPORT SPORTS TRUST
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 MARCH 2011

2011	2010
£	£