

**THE ENGLISH RIVIERA TOURISM COMPANY
(A COMPANY LIMITED BY GUARANTEE)**

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017**



These financial statements have not been audited as the company is exempt under s477 of the Companies Act 2006 from the requirement to obtain an audit of its financial statements.

**THE ENGLISH RIVIERA TOURISM COMPANY
(A COMPANY LIMITED BY GUARANTEE)**

COMPANY INFORMATION

Directors

N Amil
K Mowat
R Stringer
C Custerson (resigned 31 December 2016)
B Bettesworth (resigned 31 December 2016)
R Cuming (resigned 31 December 2016)
V Flower (resigned 31 December 2016)
C Hart (resigned 31 December 2016)
C Jeavons (resigned 31 December 2016)
P Lloyd (resigned 31 December 2016)
L Murell (resigned 31 December 2016)
M Pugh (resigned 31 December 2016)
J Rowe (resigned 31 December 2016)
A Smyth (resigned 31 December 2016)

Company secretary

Captain K Mowat

Registered number

07223987

Registered office

Visitor Information Centre
Vaughan Parade
Torquay
Devon
TQ2 5JG

Accountants

Bishop Fleming LLP
Chartered Accountants
50 The Terrace
Torquay
Devon
TQ1 1DD

**THE ENGLISH RIVIERA TOURISM COMPANY
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**THE ENGLISH RIVIERA TOURISM COMPANY
(A COMPANY LIMITED BY GUARANTEE)**

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2017**

The directors present their report and the financial statements for the year ended 31 March 2017.

Directors' responsibilities statement

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period.

In preparing these financial statements, the directors are required to:

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

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

Principal activity

The principal activity of the company was that of marketing the English Riviera and managing and delivering the English Riviera Visitor Information Service.

Directors

The directors who served during the year were:

N Amil
K Mowat
R Stringer
C Custerson (resigned 31 December 2016)
B Bettsworth (resigned 31 December 2016)
R Cuming (resigned 31 December 2016)
V Flower (resigned 31 December 2016)
C Hart (resigned 31 December 2016)
C Jeavons (resigned 31 December 2016)
P Lloyd (resigned 31 December 2016)
L Murell (resigned 31 December 2016)
M Pugh (resigned 31 December 2016)
J Rowe (resigned 31 December 2016)
A Smyth (resigned 31 December 2016)

**THE ENGLISH RIVIERA TOURISM COMPANY
(A COMPANY LIMITED BY GUARANTEE)**

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2017**

Small companies note

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board and signed on its behalf.



**K Mowat
Director**

Date: 31/7/17

Visitor Information Centre
Vaughan Parade
Torquay
Devon
TQ2 5JG

**THE ENGLISH RIVIERA TOURISM COMPANY
(A COMPANY LIMITED BY GUARANTEE)**

**CHARTERED ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF
THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF THE ENGLISH RIVIERA TOURISM
COMPANY
FOR THE YEAR ENDED 31 MARCH 2017**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of The English Riviera Tourism Company for the year ended 31 March 2017 which comprise the Income statement, the Statement of comprehensive income, the Statement of financial position and the related notes from the Company accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of directors of The English Riviera Tourism Company, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of The English Riviera Tourism Company and state those matters that we have agreed to state to the Board of directors of The English Riviera Tourism Company, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than The English Riviera Tourism Company and its Board of directors, as a body, for our work or for this report.

It is your duty to ensure that The English Riviera Tourism Company has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and profit or loss of The English Riviera Tourism Company. You consider that The English Riviera Tourism Company is exempt from the statutory audit requirement for the year.

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



Bishop Fleming LLP
Chartered Accountants
50 The Terrace
Torquay
Devon
TQ1 1DD
Date: 25/9/17

THE ENGLISH RIVIERA TOURISM COMPANY
(A COMPANY LIMITED BY GUARANTEE)

INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2017

	Note	2017 £	2016 £
Turnover		259,027	544,722
Cost of sales		(113,938)	(358,084)
Gross profit		145,089	186,638
Administrative expenses		(153,751)	(200,056)
Operating loss		(8,662)	(13,418)
Interest receivable and similar income		435	1,715
Interest payable and similar expenses		-	(14)
Other finance income		-	(9,000)
Loss before tax		(8,227)	(20,717)
Tax on loss		2,043	-
Loss for the financial year		(6,184)	(20,717)

The notes on pages 7 to 13 form part of these financial statements.

**THE ENGLISH RIVIERA TOURISM COMPANY
(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2017**

	Note	2017 £	2016 £
Loss for the financial year		(6,184)	(20,717)
Other comprehensive income			
Actuarial gain on defined benefit schemes		292,000	93,000
Transfer of defined benefit pension scheme		(84,000)	-
Total comprehensive income for the year		201,816	72,283

The notes on pages 7 to 13 form part of these financial statements.

**THE ENGLISH RIVIERA TOURISM COMPANY
(A COMPANY LIMITED BY GUARANTEE)
REGISTERED NUMBER:07223987**

**STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2017**

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	-	3,932
		<u>-</u>	<u>3,932</u>
Current assets			
Stocks	5	-	89
Debtors: amounts falling due within one year	6	14,454	45,393
Cash at bank and in hand	7	1,736	80,221
		<u>16,190</u>	<u>125,703</u>
Creditors: amounts falling due within one year	8	(11,320)	(118,583)
Net current assets		<u>4,870</u>	<u>7,120</u>
Total assets less current liabilities		<u>4,870</u>	<u>11,052</u>
Pension liability/asset		-	(208,000)
Net assets/(liabilities)		<u>4,870</u>	<u>(196,948)</u>
Capital and reserves			
Profit and loss account		4,870	(196,948)
		<u>4,870</u>	<u>(196,948)</u>

The directors consider that the Company is entitled to exemption from audit under section 477 of the Companies Act 2006 and members have not required the Company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved and authorised for issue by the board and were signed on its behalf by:

K Mowat
Director



Date:

31/7/17

The notes on pages 7 to 13 form part of these financial statements.

**THE ENGLISH RIVIERA TOURISM COMPANY
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017**

1. General information

The company is limited by guarantee, incorporated in the United Kingdom. The registered number is 07223987, the registered and trading address of the company is Visitor Information Centre, Vaughan Parade, Torquay, Devon, TQ2 5JG. The principal activity of the company was that of marketing the English Riviera and managing and delivering the English Riviera Visitor Information Service. The company ceased trading on 31 December 2016.

2. Accounting policies

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

Information on the impact of first-time adoption of FRS102 is given in note 13.

The following principal accounting policies have been applied:

2.2 GOING CONCERN

The company made a loss after tax for the year of £6,184 and at the balance sheet date had net assets of £4,870. The company will not longer be operating as of the end date of this financial period.

2.3 REVENUE

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before revenue is recognised:

Rendering of services

Revenue from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of revenue can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.4 TANGIBLE FIXED ASSETS

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

**THE ENGLISH RIVIERA TOURISM COMPANY
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017**

2. Accounting policies (continued)

2.4 TANGIBLE FIXED ASSETS (CONTINUED)

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Office equipment	-	20% straight line
Computer equipment	-	20% straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Income statement.

2.5 STOCKS

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a weighted average basis. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

2.6 DEBTORS

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.7 CASH AND CASH EQUIVALENTS

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

2.8 FINANCIAL INSTRUMENTS

The Company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

2.9 CREDITORS

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

**THE ENGLISH RIVIERA TOURISM COMPANY
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017**

2. Accounting policies (continued)

2.10 PENSIONS

DEFINED CONTRIBUTION PENSION PLAN

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Income statement when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of financial position. The assets of the plan are held separately from the Company in independently administered funds.

DEFINED BENEFIT PENSION PLAN

The Company operates a defined benefit plan for certain employees. A defined benefit plan defines the pension benefit that the employee will receive on retirement, usually dependent upon several factors including but not limited to age, length of service and remuneration. A defined benefit plan is a pension plan that is not a defined contribution plan.

The liability recognised in the Statement of financial position in respect of the defined benefit plan is the present value of the defined benefit obligation at the end of the reporting date less the fair value of plan assets at the reporting date (if any) out of which the obligations are to be settled.

The fair value of plan assets is measured in accordance with the FRS 102 fair value hierarchy and in accordance with the Company's policy for similarly held assets. This includes the use of appropriate valuation techniques.

Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to other comprehensive income. These amounts together with the return on plan assets, less amounts included in net interest, are disclosed as 'Remeasurement of net defined benefit liability'.

The cost of the defined benefit plan, recognised in profit or loss as employee costs, except where included in the cost of an asset, comprises:

- a) the increase in net pension benefit liability arising from employee service during the period; and
- b) the cost of plan introductions, benefit changes, curtailments and settlements.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is recognised in profit or loss as a 'finance expense'.

2.11 PROVISIONS FOR LIABILITIES

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Income statement in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Statement of financial position date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of financial position.

**THE ENGLISH RIVIERA TOURISM COMPANY
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017**

2. Accounting policies (continued)

2.12 TAXATION

Tax is recognised in the Income statement, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the Company operates and generates income.

3. Employees

The average monthly number of employees, including directors, during the year was 6 (2016: 11).

4. Tangible fixed assets

	Office equipment £	Computer equipment £	Total £
At 1 April 2016	532	6,664	7,196
Disposals	(532)	(6,664)	(7,196)
At 31 March 2017	-	-	-
At 1 April 2016	363	2,902	3,265
Charge for the year on owned assets	107	1,229	1,336
Disposals	(470)	(4,131)	(4,601)
At 31 March 2017	-	-	-
Net book value			
At 31 March 2017	-	-	-
At 31 March 2016	170	3,762	3,932

THE ENGLISH RIVIERA TOURISM COMPANY
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

5. Stocks

	2017 £	2016 £
Finished goods and goods for resale	-	89
	<u>-</u>	<u>89</u>

6. Debtors

	2017 £	2016 £
Trade debtors	-	11,351
Other debtors	14,454	25,626
Prepayments and accrued income	-	8,457
Tax recoverable	-	(41)
	<u>14,454</u>	<u>45,393</u>

7. Cash and cash equivalents

	2017 £	2016 £
Cash at bank and in hand	1,736	80,221
	<u>1,736</u>	<u>80,221</u>

8. Creditors: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade creditors	9,206	67,133
Other taxation and social security	-	4,459
Other creditors	-	5,076
Accruals and deferred income	2,114	41,915
	<u>11,320</u>	<u>118,583</u>

THE ENGLISH RIVIERA TOURISM COMPANY
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017

9. Pension commitments

The Company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £4,800 (2016: £7,200).

One director accrues retirement benefits under this scheme (2016: one).

The Company operates a Defined benefit pension scheme.

The pension cost and provision for the year ended 31 March 2017 are based on the advice of a professionally qualified actuary. Due to the transfer of the provision to Torbay Council, a cessation valuation was completed by a professionally qualified actuary as at 31 December.

Reconciliation of present value of plan liabilities:

	2017 £	2016 £
Reconciliation of present value of plan liabilities		
At the beginning of the year	208,000	281,000
Current service cost	-	21,000
Interest income	-	9,000
Actuarial gains/losses	(292,000)	(93,000)
Contributions	-	(10,000)
Transfer to Torbay Council	84,000	-
At the end of the year	-	208,000
 Present value of plan liabilities	 -	 (208,000)
	2017 £	2016 £
Interest on obligation	-	(30,000)
Interest income on plan assets	-	21,000
Total	-	(9,000)

**THE ENGLISH RIVIERA TOURISM COMPANY
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2017**

10. Company status

The company is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.

11. Related party transactions

As the parent company, Torbay Council, prepares consolidated accounts, the company has taken advantage of the exemption under FRS102 from disclosing transactions and balances with Torbay Council and other bodies wholly owned by Torbay Council.

12. Controlling party

The company was controlled by its parent, Torbay Council, throughout the period.

13. First time adoption of FRS 102

The policies applied under the entity's previous accounting framework are not materially different to FRS 102 and have not impacted on equity or profit or loss.