

LEEDS BID LIMITED
FINANCIAL STATEMENTS
31 MARCH 2020

(A Company Limited by Guarantee)

ArmstrongWatson[®]
Accountants, Business & Financial Advisers

LEEDS BID LIMITED
(A Company Limited by Guarantee)
REGISTERED NUMBER: 09063015

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2020

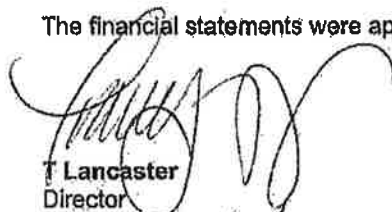
	Note	2020 £	2019 £
Fixed assets			
Tangible assets	6	-	226,637
Current assets			
Debtors: amounts falling due within one year	7	238,970	167,592
Cash at bank and in hand	8	254,158	95,229
		<u>493,128</u>	<u>262,821</u>
Creditors: amounts falling due within one year	9	(441,732)	(362,566)
Net current assets/(liabilities)		51,396	(99,745)
Net assets		<u>51,396</u>	<u>126,892</u>
Capital and reserves			
Profit and loss account		<u>51,396</u>	<u>126,892</u>
		<u>51,396</u>	<u>126,892</u>

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 have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The Company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

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


T Lancaster
 Director

Date: 27/11/20

The notes on pages 2 to 8 form part of these financial statements.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

1. General information

The company is a company limited by guarantee, incorporated, domiciled and a tax resident in England and Wales. It provides its services from its registered office at 104 Briggate, Leeds, West Yorkshire, LS1 6BG.

The principal activity of the company is to transform Leeds City Centre and bring tangible results through increased investment for the city.

These financial statements have been presented in pound sterling as this is the currency of the primary economic environment in which the company operates.

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.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied:

2.2 Going concern

The directors have considered the on-going situation with regards to the Covid-19 pandemic as part of their going concern assessment. The view of the directors is that, while they acknowledge the significant disruption that the pandemic will continue to bring over the coming weeks and months, the directors feel that the company is well placed to negotiate the unique set of conditions currently facing the UK economy. The company has continued to trade positively after the year end and the current level of cash is positive. The BID has also been successfully renewed for a further 5 year period and the directors have taken strategic measures as appropriate to safeguard the company for a period of at least 12 months from the date of approval of these financial statements.

LeedsBID Levy bills were issued in early March prior to the Covid pandemic, the business was quick to react to the pandemic by revising the budget assuming a 50% collection rate and reforecasting cash flow based on essential spend and liabilities only. The business has achieved above 50%, however the revised budget will remain in place until year end. Additional revenue received above 50% will be used to rollover to the next financial year.

LeedsBID welcomed the furlough scheme and 17 staff were immediately furloughed and the company plans on utilising the scheme right until the end date. LeedsBID received a grant of £126,508 from the BID resilience fund and this was allocated towards the running costs/overheads of the business.

The business secured a CBIL loan of £350,000 and an overdraft of £350,000 both of which are not currently factored in/utilised in the revised budget or cash flow. These along with the surplus levy collected and the fact that the BID has been renewed for a further 5 year period would mean that should there be any further lockdown within the next 12 months following the date of signing of the financial statements the going concern of the business would not be affected.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

2. Accounting policies (continued)

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.

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:

Leasehold property improvements	- Straight line over the life of the BID (5 years)
Ranger equipment	- Straight line over the life of the BID (5 years)
Fixtures and fittings	- Straight line over the life of the BID (5 years)
Office equipment	- Straight line over the life of the BID (5 years)
Project equipment	- Straight line over the life of the BID (5 years)

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 profit or loss.

Where the life of the fixed assets is considered less than the life of the BID, the assets are depreciated over a shorter lifespan.

2.5 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.

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2. Accounting policies (continued)

2.6 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.

2.7 Financial instruments

The Company only enters into basic financial instrument 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 ordinary shares.

2.8 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.

2.9 Finance costs

Finance costs are charged to profit or loss over the term of the debt using the effective interest method so that the amount charged is at a constant rate on the carrying amount. Issue costs are initially recognised as a reduction in the proceeds of the associated capital instrument.

2.10 Operating leases: the Company as lessee

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the lease term.

2.11 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 profit or loss 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.

2.12 Interest income

Interest income is recognised in profit or loss using the effective interest method.

2.13 Taxation

Tax is recognised in profit or loss 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.

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NOTES TO THE FINANCIAL STATEMENTS
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3. Judgements in applying accounting policies and key sources of estimation uncertainty

The preparation of these financial statements requires management to make judgements, estimates and assumptions that effect the application of policies and reported amounts of assets and liabilities, income and expenses.

Judgements and estimates are continually evaluated and are based on historical experiences and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will be, by definition, seldom equal to the related actual results.

There are no key sources of estimation uncertainty in applying accounting policies in the financial statements.

4. Auditor's remuneration

Fees payable to the Company's auditor for the audit of the Company's annual financial statements totalled £5,000 (2019 - 5,000).

5. Employees

The average monthly number of employees, including directors, during the year was 28 (2019 - 27).

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

6. Tangible fixed assets

	Leasehold property improvements £	Ranger equipment £	Fixtures and fittings £	Office equipment £	Project equipment £	Total £
Cost or valuation						
At 1 April 2019	10,963	178,373	99,005	49,932	295,983	634,256
Additions	-	1,030	11,638	3,335	14,204	30,207
Disposals	-	-	(428)	-	-	(428)
At 31 March 2020	<u>10,963</u>	<u>179,403</u>	<u>110,215</u>	<u>53,267</u>	<u>310,187</u>	<u>664,035</u>
Depreciation						
At 1 April 2019	7,308	120,077	65,733	32,382	182,119	407,619
Charge for the year on owned assets	3,655	59,326	44,482	20,885	128,068	256,416
At 31 March 2020	<u>10,963</u>	<u>179,403</u>	<u>110,215</u>	<u>53,267</u>	<u>310,187</u>	<u>664,035</u>
Net book value						
At 31 March 2020	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2019	<u>3,655</u>	<u>58,296</u>	<u>33,272</u>	<u>17,550</u>	<u>113,864</u>	<u>226,637</u>

7. Debtors

	2020 £	2019 £
Trade debtors	37,524	37,655
Other debtors	6,318	35,795
Prepayments and accrued income	195,128	94,142
	<u>238,970</u>	<u>167,592</u>

8. Cash and cash equivalents

	2020 £	2019 £
Cash at bank and in hand	254,158	95,229
	<u>254,158</u>	<u>95,229</u>

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**NOTES TO THE FINANCIAL STATEMENTS
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9. Creditors: Amounts falling due within one year

	2020	2019
	£	£
Trade creditors	214,748	232,791
Corporation tax	420	535
Other taxation and social security	38,650	17,140
Accruals and deferred income	187,914	112,100
	441,732	362,566

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. 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 £50,498 (2019 - £48,273).

12. Commitments under operating leases

At 31 March 2020 the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2020	2019
	£	£
Not later than 1 year	-	17,000
	-	17,000

13. Related party transactions

During the current and previous year, the company has not entered into any arrangements with related parties that are above market rate.

Various organisations which include parties connected to Leeds BID, have provided in kind support for nil consideration.

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14. Auditor's information

The auditor's report on the financial statements for the year ended 31 March 2020 was unqualified.

The audit report was signed on 1 December 2020 by Ross Preston (Senior Statutory Auditor) on behalf of Armstrong Watson Audit Limited.

