

**REGISTERED SOCIETY NUMBER: 31727R**

**SHEFFIELD COMMUNITY MEDIA LIMITED**

**Report of the Directors and Consolidated Financial Statements**  
**For The Year Ended 31 March 2022**

**Sheffield Community Media Limited**

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**For The Year Ended 31 March 2022**

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**Sheffield Community Media Limited**

**Legal and Administrative Information**  
**For the Year Ended 31 March 2022**

**DIRECTORS:** I Alfarah  
S Basudev  
S Buckley  
J Devereux  
R Motley

**SECRETARY:** S Buckley

**REGISTERED OFFICE:** 15 Paternoster Row  
SHEFFIELD  
South Yorkshire  
S1 2BX

**REGISTERED NUMBER:** 31727R

**BANKERS:** Co-operative Bank plc  
Olympic House  
6 Olympic Court  
Salford  
Manchester  
M50 2QP

**AUDITORS:** Hart Shaw LLP  
Europa Link  
Sheffield Business Park  
Sheffield  
S9 1XU

## **Sheffield Community Media Limited**

### **Report of the Directors** **For The Year Ended 31 March 2022**

The directors present their report with the financial statements of the company for the year ended 31 March 2022.

#### **LEGAL STATUS**

Sheffield Community Media Limited (SCM) is incorporated as a registered society under the Co-operative and Community Benefit Societies Act 2014. SCM has a wholly owned subsidiary, Sheffield Local Television Limited (SLTV), a company limited by guarantee. These are the consolidated financial statements of SCM and SLTV for the year to 31 March 2021. Shefcast Digital Limited (SDL), is a majority owned subsidiary formed on 2 October 2020 and which commenced trading after the period end.

#### **PRINCIPAL ACTIVITIES**

The principal activity of SCM is to invest in a community hub and media facilities that enable production and distribution of media content, the promotion of access to information, encouragement of creative expression and the provision of training.

The principal activities of SLTV are the operation of a local television channel for Sheffield and the provision of video production, social enterprise support, consultancy and other services consistent with the society's objects. SLTV is the holder of Ofcom licences to operate the Local Digital Television Programme Service for Sheffield and a Television Licensed Content Service.

SCM and SLTV work in partnership with Commedia Sheffield, which operates Sheffield Live! 93.2fm community radio and sheffieldlive.org, to deliver a cross platform media service – on radio, TV, web and mobile – under the Sheffield Live! brand.

SDL was formed in 2020 as a joint venture between SCM, Commedia Sheffield and two other licensed community radio operators, Redroad FM Limited and Pakistan Muslim Centre (Sheffield) Limited (PMC), with SCM holding 57 per cent of the voting rights. On 31 March 2021 the communications regulator Ofcom awarded SDL the license to operate the Digital Audio Broadcasting (DAB) multiplex for Sheffield and Rotherham. Test transmission commenced in August 2022 and the service is now operational.

#### **BUSINESS REVIEW**

During the year the focus of the society has been to maintain operations despite the Covid-19 pandemic, including hosting of the activities of SLTV and development of SDL as the operator of the new DAB platform for Sheffield and Rotherham.

SLTV continued to operate the local TV channel, Sheffield Live! TV, which is receivable on Freeview channel 7, Virgin cable channel 159 and on broadband via sheffieldlive.org, as well as delivering video production services. Local TV productions supported have included Sabrang magazine for the South Asian community, African Voices, Under The Stars, and LGBT show Chewing the Cud. SLTV also continues to air live broadcasts of key Sheffield City Council meetings and has maintained a six days-a-week local news service. In collaboration with other local TV channels SLTV has broadcast a series of innovative film festivals providing a platform for emergent independent producers including Film Pride, Inheritance Film Festival of arts and environment, and International Women's Days Film Festival. In March, following the Russian invasion of Ukraine, SLTV and Latest TV Brighton launched "Covering Ukraine", a bi-weekly TV programme with reports from Ukraine and solidarity action in the UK, co-produced with Ukrainian journalists and Kyiv-based Hromadske TV. During the year SLTV exceeded all of its regulatory commitments to local programming including news and current affairs. SLTV also continued to deliver start-up support to social enterprises, as part of the Social Enterprise Exchange programme, including workshops, masterclasses and one-to-one support.

Following the Ofcom award to SDL of the DAB operators' licence for Sheffield and Rotherham, the society has supported the establishment of the new DAB platform including transmission site acquisition and design, antenna rigging, installation of broadcast transmission systems at Crosspool and Boston Park, and configuration of the multiplex management system. Since the year end, the SDL network installation has been completed, including Ofcom compliance checks, and is now in operation with carriage agreements in place with seven programme service providers and more to be added in the coming months.

The society and SLTV continued to work in close partnership with Commedia Sheffield, hosting Sheffield Live! Community radio, providing technical support and sharing technical facilities. Commedia Sheffield is a volunteer run 24/7 community radio service with around 18 hours per day of local content broadcasting on FM, online and on Sheffield Live! TV. It has recently been awarded a further FM licence extension to 2027 and been granted an additional licence for carriage on the local DAB platform.

#### **FINANCIAL REVIEW**

Group revenues have been mainly derived through the activities of SLTV together with a contribution to use of facilities from Commedia Sheffield. SLTV continued delivery of social enterprise support services under a multi-partner agreement as part of the Social Enterprise Exchange, part-funded by European Regional Development Fund and the National Lottery Community Fund. Despite the Covid-19 pandemic this revenue has been maintained following a switch to online working. Commercial revenue from advertising and consultancy has grown during the year however production and facilities hire revenue remained at a low level mainly due to pandemic constraints. Since the year end, additional grant and loan investment has been secured for the launch of SDL and with the first programme services now on air, new revenues are being generated through the charging of carriage fees.

## **Sheffield Community Media Limited**

### **Report of the Directors** **For The Year Ended 31 March 2021**

SLTV received investment income during the year in the form of distributions from its shareholding in Comux UK Ltd, the local TV transmission services provider, which it co-owns on a one share per local TV licence basis with other local TV channels. Comux UK Ltd distributions have continued to meet 100 per cent of the costs of transmission services for Sheffield Live! TV. Comux UK has also provided additional payments to SLTV including support for playout services and a dividend as a share of profits.

By the year end the group deficit brought forward had been further reduced and the net current assets position improved. The launch of SDL is anticipated to contribute to diversification of group revenues and to further strengthen the balance sheet.

The directors have reviewed the financial circumstances and revenue projections of the society and group and have concluded that adequate resources continue to be available to fund the activities and that the society and group are a going concern.

#### **PLANS FOR FUTURE PERIODS**

Despite the easing of the Covid-19 crisis the wider economic context remains challenging, particularly with regard to energy costs, and over the coming period the society and group will maintain a focus on resilience, diversification and asset development.

Partnership working will continue to be a core theme with opportunities to strengthen the quality and quantity of original production on Sheffield Live! TV and radio and, through our broadcast platforms, to further promote cultural expression and community cohesion, and to address issues of social, economic and environmental importance, including the cost-of-living crisis and climate change. SLTV will also be looking to build on its experience and track record of success in delivery of the Social Enterprise Exchange programme, for which the partners will be seeking new contract opportunities as European funding is phased out.

The establishment of SDL provides not only an asset that can generate new revenue from carriage fees but also a model for similar projects elsewhere and a platform to support creation of new community radio services in Sheffield and Rotherham. SDL is developing several partnerships which present opportunities to share knowledge and to scale our community-led model.

The society and group maintain an ambition to identify a suitable property for acquisition that would enable a reduction in net premises costs and additional revenue from office rental, studio hire, co-working membership, events and promotions. The directors are actively seeking opportunities in the current property market while reviewing a building-based business model.

#### **INTEREST AND TRANSFER TO RESERVES**

The directors did not pay interest on members' shares held during the year. The society has stated its objective to offer interest in the future on members' shares at a projected rate of 3% per annum. Subject to available surpluses, this remains the society's objective. The actual rate of interest will be determined by the board of directors at the time and in light of financial performance. It is capped at 5% per annum or 2% above the base lending rate of the Co-operative Bank, whichever is the greater.

#### **FIXED ASSETS**

Full disclosure of all matters relating to fixed assets is set out in the notes to the financial statements.

#### **DIRECTORS**

The directors shown below held office from 1 April 2021 to the date of this report except where indicated:

I Alfarah  
S Basudev  
S Buckley  
J Devereux  
R Motley

**Sheffield Community Media Limited**

**Report of the Directors**  
**For The Year Ended 31 March 2022**

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The law governing Co-operative and Community Benefit Societies requires the directors to prepare financial statements for each financial year which give a true and fair record of the state of affairs of the society and the group at the end of the period and of the income and expenditure of the society and the group for that period. In preparing those financial statements the directors are required to:

- Select suitable accounting policies and then apply them consistently
- Make judgements and estimates that are reasonable and prudent
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the society and the group will continue operation
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the society and the group and enable them to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014. The directors are responsible for safeguarding the assets of the society and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Disclosure of information to the auditors**

We, the Directors of the society who held office at the date of approval of these financial statements as set out below each confirm, so far as we are aware, that:

- There is no relevant audit information of which the company's auditors are unaware: and
- We have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This report was approved by the board of directors on 14 October 2022.

**SIGNED ON BEHALF OF THE BOARD:**



Stephen Buckley  
Secretary



Jacqueline Devereux  
Director



Richard Motley  
Director

## **Sheffield Community Media Limited**

### **Independent Auditor's Report** **to the Members of Sheffield Community Media Limited**

#### **Opinion**

We have audited the financial statements of Sheffield Community Media Limited (the 'society') and its group (the 'group') for the year ended 31 March 2022 which comprise the statement of income and retained earnings, the balance sheet and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the society's and group affairs as at 31 March 2022 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been properly prepared in accordance with the requirements of the Co-operative and Community Benefit Societies Act 2014 and the Co-operative and Community Benefit Societies (Group Accounts) Regulations 1969.

#### **Basis for opinion**

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

#### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report

#### **Other information**

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the society and group and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters where the Co-operative or Community Benefit Societies Act 2014 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

## **Sheffield Community Media Limited**

### **Independent Auditor's Report** **to the Members of Sheffield Community Media Limited (continued)**

#### **Responsibilities of directors**

As explained more fully in the directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

#### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below

#### **Extent to which the audit was considered capable of detecting irregularities, including fraud and the audit response**

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We have assessed the overall susceptibility of the financial statements to material misstatement due to irregularities as low.

At the planning stage we identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience and through discussion with the directors and other management, as required by auditing standards. The potential effect of any laws and regulation on the financial statements can vary considerably. There are laws and regulations that directly affect the financial statements (e.g. the Companies Act) as well as many other operational laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements. Owing to the size, nature and complexity of the organisation and the applicable laws and regulations to which it must adhere, the risk of material misstatement was deemed to be low, therefore the procedures performed by the audit team were limited to:

- Communicating identified laws and regulations at planning throughout the audit team to remain alert to any indications of non-compliance throughout the audit.
- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.

We have assessed the overall susceptibility of the financial statements to material misstatement due to fraud as low because the nature of the business does not particularly lend itself to fraud.

Management override is inherently high risk on any audit. Management override, which may cause there to be a material misstatement within the financial statements, may present itself in a number of ways, for example:

- Override of internal controls (e.g. segregation of duties)
- Entering into transactions outside the normal course of business, especially with related parties
- Fraudulent revenue recognition, including fictitious sales and sales being recorded in the wrong period
- Presenting bias in accounting judgements and estimates, particularly the ones disclosed in General information and basis for preparation section of the accounting policies; note 1 to the financial statements.

In order to reduce the risk of material misstatement to an acceptable level, numerous audit procedures were performed including:

- Enquiries of management as to whether they had any knowledge of any actual or suspected fraud
- Review of all material journal entries made throughout the period as well as those made to prepare the financial statements

**Sheffield Community Media Limited**

**Independent Auditor's Report**  
**to the Members of Sheffield Community Media Limited (continued)**

- Reviewing the underlying rationale behind transactions in order to assess whether they were outside the normal course of business
- Increased substantive testing across all material income streams
- Assessing whether management's judgements and estimates indicated potential bias, particularly those disclosed in General information and basis for preparation section of the accounting policies; note 1 to the financial statements.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected material misstatements in the financial statements, even though we have performed our audit in accordance with auditing standards. Furthermore, as with all audits, there is a higher risk of irregularities (especially those relating to fraud) being undetected, as these may involve the override of internal controls, collusion, intentional omissions and misrepresentations etc. We are not responsible for preventing non-compliance or fraud and therefore cannot be expected to detect all instances of such. Our audit was not designed to identify misstatements or other irregularities that would not be considered to be material to the financial statements. The further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it

**Use of our report**

This report is made solely to the society and group's members, as a body, in accordance with the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the society and group'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 society and group and the society and group's members as a body, for our audit work, for this report, or for the opinions we have formed.



**Martin McDonagh (Senior Statutory Auditor)**  
**for and on behalf of Hart Shaw LLP**

Date 17 October 2022

**Chartered Accountants**  
**Statutory Auditor**

Europa Link  
Sheffield Business Park  
Sheffield  
S9 1XU

**Sheffield Community Media Limited**

**Consolidated Income and Expenditure Account**  
**For The Year Ended 31 March 2022**

	2022 £	2021 £
<b>TURNOVER</b>	204,443	231,558
Cost of sales	<u>148,284</u>	<u>147,933</u>
<b>GROSS SURPLUS</b>	56,159	83,625
Administrative expenses	<u>62,326</u>	<u>70,776</u>
	(6,167)	12,849
Other operating income	<u>0</u>	<u>0</u>
<b>OPERATING SURPLUS/(DEFICIT)</b>	(6,167)	12,849
Interest receivable and similar income	-	-
Investment income	<u>21,571</u>	<u>9,792</u>
	15,404	22,641
Interest payable and similar charges	<u>556</u>	<u>341</u>
<b>SURPLUS/(DEFICIT) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	14,848	22,300
Tax on (deficit) on ordinary activities	<u>0</u>	<u>0</u>
<b>SURPLUS/(DEFICIT) FOR THE FINANCIAL YEAR AFTER TAXATION</b>	<u>14,848</u>	<u>22,300</u>
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>	14,848	22,300
Retained deficit brought forward	(146,431)	(168,731)
<b>RETAINED SURPLUS/(DEFICIT) CARRIED FORWARD</b>	<u><u>(131,583)</u></u>	<u><u>(146,431)</u></u>

**Sheffield Community Media Limited**

**Society Income and Expenditure Account**  
**For The Year Ended 31 March 2022**

	2022 £	2021 £
<b>TURNOVER</b>	54,583	66,586
Cost of sales	<u>0</u>	<u>0</u>
<b>GROSS SURPLUS</b>	54,583	66,586
Administrative expenses	<u>53,461</u>	<u>63,290</u>
	1,122	3,296
Other operating income	<u>0</u>	<u>0</u>
<b>OPERATING SURPLUS</b>	1,122	3,296
Interest receivable and similar income	<u>-</u>	<u>-</u>
	1,122	3,296
Interest payable and similar charges	<u>-</u>	<u>341</u>
<b>SURPLUS/(DEFICIT) ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	1,122	2,955
Tax on (deficit) on ordinary activities	<u>0</u>	<u>0</u>
<b>SURPLUS/(DEFICIT) FOR THE FINANCIAL YEAR AFTER TAXATION</b>	<u>1,122</u>	<u>2,955</u>
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>	1,122	2,955
Retained deficit brought forward	(115,253)	(118,208)
<b>RETAINED SURPLUS/(DEFICIT) CARRIED FORWARD</b>	<u>(114,131)</u>	<u>(115,253)</u>

**Sheffield Community Media Limited**

**Balance Sheets**  
**31 March 2022**

	Notes	2022		2021	
		Group £	Society £	Group £	Society £
<b>FIXED ASSETS</b>					
Tangible assets	3	8,189	2,929	13,576	6,876
Investment	4	1	0	1	0
		8,190	2,929	13,577	6,876
<b>CURRENT ASSETS</b>					
Debtors	5	70,177	42,027	89,980	63,263
Cash at bank and in hand		56,688	16,272	32,118	5,754
		126,865	58,299	122,098	69,017
<b>CREDITORS</b>					
Amounts falling due within one year	7	71,274	11,152	68,335	14,317
<b>NET CURRENT ASSETS</b>		55,591	47,148	53,763	54,700
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		63,781	50,076	67,340	61,576
<b>CREDITORS</b>					
Amounts falling due after more than one year	8	66,464	35,307	84,871	47,929
<b>NET ASSETS</b>		(2,683)	14,769	(17,531)	13,647
<b>RESERVES</b>					
Share capital	11	128,900	128,900	128,900	128,900
Retained surplus		(131,583)	(114,131)	(146,431)	(115,253)
		(2,683)	14,769	(17,531)	13,647

The accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the Board of Directors on 14 October 2022 and signed on its behalf by:



Stephen Buckley  
Secretary



Jacqueline Devereux  
Director



Richard Motley  
Director

The notes on pages 10 to 14 form part of these financial statements.

Registered society number 31727R

## **Sheffield Community Media Limited**

### **Notes to the Financial Statements** **For The Year Ended 31 March 2022**

#### **1. ACCOUNTING POLICIES**

##### **General information and basis of preparation**

Sheffield Community Media Ltd (SCM) is incorporated as a registered society under the Co-operative and Community Benefit Societies Act 2014. SCM has a wholly owned subsidiary, Sheffield Local Television Ltd (SLTV), a company limited by guarantee. These are the consolidated financial statements of SCM and SLTV for the year to 31 March 2022.

The financial statements are presented in sterling which is the functional currency of the society and group and is rounded to the nearest £0.

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS 102") and the requirements of the Co-operative and Community Benefit Societies Act 2014 and the Co-operative and Community Benefit Societies (Group Accounts) Regulations 1969. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

These financial statements for the year ended 31 March 2022 are the fifth financial statements of Sheffield Community Media Limited prepared in accordance with FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 April 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

The financial statements have been prepared under the historical cost convention.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

##### **Turnover**

Turnover represents the total value of goods and services rendered during the year exclusive of value added tax.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	-25% on cost
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##### **Deferred Tax**

Deferred taxation is provided where there is a reasonable probability of the amount becoming payable in the foreseeable future.

##### **Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to the income and expenditure account on a straight-line basis over the period of the lease.

##### **Pension costs and other post-retirement benefits**

The society operates a defined contribution pension scheme. Contributions payable to the society's pension scheme are charged to the income and expenditure account in the period to which they relate.

##### **Government grants**

Grants are credited to deferred revenue. Grants received in respect of fixed assets are treated as deferred income and released to the income and expenditure account over the life of the assets to which they relate. Grants towards revenue expenditure are released to the income and expenditure account as the related expenditure is incurred.

##### **Cash flow statement**

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 from including a cash flow statement on the grounds that the group is small.

##### **Basis for consolidation**

The consolidated financial statements incorporate the results of Sheffield Community Media Limited and its trading subsidiary undertaking using the acquisition method of accounting. The results of the subsidiary undertaking are included from the date of acquisition.

**Sheffield Community Media Limited**

**Notes to the Financial Statements**  
**For The Year Ended 31 March 2022 (continued)**

**2. Average number of employees/directors in the year**

	<b>2022</b>	<b>2021</b>
Group	10	9
Society	5	4

**3. TANGIBLE FIXED ASSETS (GROUP)**

	Group Plant and Machinery £	Group Totals £	Society Plant and Machinery £	Society Totals £
<b>COST</b>				
At 1 April 2021	153,536	153,536	119,003	119,003
Additions	<u>3,338</u>	<u>3,338</u>	<u>-</u>	<u>-</u>
At 31 March 2022	<u>156,874</u>	<u>156,874</u>	<u>119,003</u>	<u>119,003</u>
<b>DEPRECIATION</b>				
At 1 April 2021	139,960	139,960	112,127	112,127
Charge for year	<u>8,725</u>	<u>8,725</u>	<u>3,947</u>	<u>3,947</u>
At 31 March 2022	<u>148,685</u>	<u>148,685</u>	<u>116,074</u>	<u>116,074</u>
<b>NET BOOK VALUE</b>				
At 31 March 2022	<u>8,189</u>	<u>8,189</u>	<u>2,929</u>	<u>2,929</u>
At 31 March 2021	<u>13,576</u>	<u>13,576</u>	<u>6,876</u>	<u>6,876</u>

**4. INVESTMENTS**

	2022	2021		
	Group £	Society £	Group £	Society £
Unlisted investments at cost	<u>1</u>	<u>-</u>	<u>1</u>	<u>-</u>
	<u>1</u>	<u>-</u>	<u>1</u>	<u>-</u>

**5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022	2021		
	Group £	Society £	Group £	Society £
Trade debtors	15,064	6,105	29,321	1,856
Prepayments and accrued income	55,113	6,398	60,659	3,309
Amount owed by group undertakings	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,098</u>
	<u>70,177</u>	<u>12,503</u>	<u>89,980</u>	<u>16,263</u>

**Sheffield Community Media Limited**

**Notes to the Financial Statements**  
**For The Year Ended 31 March 2022 (continued)**

**6. DEBTORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2022		2021	
	Group £	Society £	Group £	Society £
Amount owed by group undertakings	-	29,524	-	47,000
	<u>-</u>	<u>29,524</u>	<u>-</u>	<u>47,000</u>

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2022		2021	
	Group £	Society £	Group £	Society £
Bank loans and overdrafts	7,717	-	5,050	-
Trade creditors	27,349	5,561	14,964	2,491
Taxation and social security	2,511	-	3,952	2,102
Other creditors	752	-	791	-
Accruals	8,083	2,662	16,270	5,777
Deferred revenue grant	20,269	-	18,653	-
Deferred capital grant	4,594	2,929	8,655	3,947
	<u>71,275</u>	<u>11,152</u>	<u>68,335</u>	<u>14,317</u>

Loan funding from The Co-operative Bank (totalling £7,717, 2021 £5,050) is unsecured.

**8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2022		2021	
	Group £	Society £	Group £	Society £
Bank loans and overdrafts	27,869	-	34,950	-
Directors' and members' loans	35,000	35,000	45,000	45,000
Deferred capital grant	3,595	307	4,921	2,929
	<u>66,464</u>	<u>35,307</u>	<u>84,871</u>	<u>47,929</u>

Loan funding from The Co-operative Bank plc (totalling £27,869, 2021 £34,950) is unsecured. Directors' and members' loans (totalling £35,000, 2021 £45,000) are unsecured.

**9. OPERATING LEASE COMMITMENTS**

The following operating lease payments are committed to be paid within one year:

	2022		2021	
	Group £	Society £	Group £	Society £
	7,136	7,136	7,136	7,136
	<u>7,136</u>	<u>7,136</u>	<u>7,136</u>	<u>7,136</u>

**Sheffield Community Media Limited**

**Notes to the Financial Statements**  
**For The Year Ended 31 March 2022 (continued)**

**10. PENSION COMMITMENTS**

The group operates a defined contribution pension scheme.

	2022		2021	
	Group £	Society £	Group £	Society £
Pension costs for the year	6,494	-	6,190	-
Pension contributions owed at year end	<u>752</u>	<u>-</u>	<u>791</u>	<u>-</u>

**11. SHARE CAPITAL**

Issued and fully paid

	2022 Society £	2021 Society £
Opening share capital	128,900	130,000
£1 shares cancelled in the year	-	(1,100)
£1 shares issued in the year at par	-	-
Closing share capital	<u>128,900</u>	<u>128,900</u>

**11. MEMBERSHIP**

	2022 Society	2021 Society
Members at beginning of year	114	116
Members ceased during year	-	2
Members admitted during year	-	-
Members at end of year	<u>114</u>	<u>114</u>

**12. RECONCILIATION OF MOVEMENTS IN MEMBERS' FUNDS**

	2022		2021	
	Group £	Society £	Group £	Society £
Surplus/(Deficit) for the financial year	<u>14,848</u>	<u>1,122</u>	<u>22,300</u>	<u>2,955</u>
	14,848	1,122	22,300	2,955
New shares subscribed	-	-	-	-
Reduction in share capital subscribed	<u>-</u>	<u>-</u>	<u>(1,100)</u>	<u>(1,100)</u>
New addition to members' funds	14,848	1,122	21,200	1,855
Members' funds at beginning of year	<u>(17,531)</u>	<u>13,647</u>	<u>(38,731)</u>	<u>11,792</u>
Members' funds at year end	<u>(2,683)</u>	<u>14,769</u>	<u>(17,531)</u>	<u>13,647</u>
Share capital	128,900	128,900	128,900	128,900
Retained surplus/(deficit) at year end	<u>(131,583)</u>	<u>(114,131)</u>	<u>(146,431)</u>	<u>(115,253)</u>
	<u>(2,683)</u>	<u>14,769</u>	<u>(17,531)</u>	<u>13,647</u>

**Sheffield Community Media Limited**

**Notes to the Financial Statements**  
**For The Year Ended 31 March 2022 (continued)**

**13. SUBSIDIARIES**

The society has a wholly owned subsidiary, Sheffield Local Television Limited, a private company limited by guarantee incorporated in England and Wales, of which the society is sole member and guarantor. The subsidiary company is included in the consolidated accounts. The principal activities of Sheffield Local Television Limited are the operation of a local television channel for Sheffield and the provision of video production, social enterprise support and consultancy.

The society has a majority owned subsidiary, Shefcast Digital Limited, a private company limited by guarantee incorporated in England and Wales, of which the society holds 57 per cent of the voting rights. The subsidiary company, having been dormant and not having traded in the period, has no material impact on the consolidated accounts.