

REGISTERED SOCIETY NUMBER: 31727R

SHEFFIELD COMMUNITY MEDIA LIMITED

Report of the Directors and Audited Financial Statements

For The Year Ended 31 March 2023

Sheffield Community Media Limited

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For The Year Ended 31 March 2023

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Legal and Administrative Information
For the Year Ended 31 March 2023

Sheffield Community Media Limited

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:	Allen, West and Foster Omega Court 364 – 366 Cemetery Road Sheffield S11 8FT

Sheffield Community Media Limited

Report of the Directors **For The Year Ended 31 March 2023**

The directors present their report with the audited financial statements of the company for the year ended 31 March 2023.

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, and a majority-owned subsidiary, Shefcast Digital Limited (SDL), a company limited by guarantee which commenced trading on 1 July 2022. These are the consolidated financial statements of SCM, SLTV and SDL for the year to 31 March 2023.

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 licenses 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.

Shefcast Digital Limited (SDL) is 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. SCM is the holder of Ofcom licences to operate the digital audio broadcasting (DAB) multiplex for Sheffield and Rotherham which carries the radio services of member partners and other local, community and specialist radio services.

BUSINESS REVIEW

During the year the focus of the society has been to maintain operations, re-open premises after the end of Covid-19 restrictions, provide hosting support to Sheffield Live! community radio, Sheffield Live! TV and the Social Enterprise Exchange programme, Sheffield and facilitate the 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 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 Latest TV (Brighton) and NVTv (Belfast), SLTV continued to host 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. It has continued to carry "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, also in partnership with Latest TV. During the year SLTV exceeded all of its regulatory commitments to local programming including news and current affairs. SLTV also continued to deliver a programme of start-up support to social enterprises, as part of the regional Social Enterprise Exchange programme, workshops, masterclasses and one-to-one support.

Following the Ofcom award to SDL, in 2021, of the DAB multiplex operator's licence for Sheffield and Rotherham, the society supported the establishment of the new DAB platform including business modelling, fundraising and transmission site acquisition. SDL commenced trading in July 2022. Following completion of technical design, antenna rigging, installation of broadcast transmission systems at Tapton Hill and Boston Park, and configuration of the multiplex management system, SDL commenced test transmissions in August 2022. The SDL network installation completed Ofcom compliance checks and was fully operational by the end of September 2022. SDL launched with eight radio services which increased to 10 by the year end. These included local community radio services Sheffield Live, Link FM and Rother Radio, local private radio operators, Essentials and Rotherham Radio, and several specialist services including Gaydio, Radio Sangam, Fever Radio, Angel Radio and Cosoro Radio. SDL has capacity to carry potentially at least 25 radio services when fully occupied. In addition to operating the DAB service, SDL has provided technical, business modelling and licence application support to other potential DAB operators, including supporting Doncaster-based social enterprise Higher Rhythm to secure from Ofcom the DAB multiplex operator's licence for Doncaster.

The society and its subsidiaries continued to work in close partnership with Commedia Sheffield, hosting Sheffield Live! community radio, providing technical support and sharing technical facilities. Commedia Sheffield operates as 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.

Sheffield Community Media Limited

Report of the Directors **For The Year Ended 31 March 2023 (continued)**

FINANCIAL REVIEW

Group revenues have been mainly derived through the activities of SLTV together with new revenue streams commencing from SDL for carriage fees and consultancy, and a continuing 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 in early 2000, but it came to a close on 30 June 2024, with the cessation of European and National Lottery funding. Commercial revenue from advertising on SLTV has been at a steady but low level during the year. Production and facilities revenue remained restricted due to pandemic constraints.

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 consisting in an agreement to support television playout services.

During the year new capital grant and loan investment was secured from the Northern Cultural Development Fund, via the Key Fund, for the launch of SDL, enabling the build of network infrastructure and launch of the service in September 2022. The launch of SDL has contributed to diversification of group revenues and its revenues have exceeded costs over the first six months.

Despite the successful launch of SDL the group made an overall deficit on the year due to the winding down of European funding to SLTV and the absence of any replacement funding to continue this core activity. In response, and after the end of this reporting period, SLTV has made substantial cost reductions, including ending all paid staff positions and cutting other overhead costs.

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 for the year ahead and that the society and group remain a going concern.

PLANS FOR FUTURE PERIODS

Despite the end of Covid-19 restriction the wider economic context is very challenging, particularly as a result of the post-reporting period cessation of European funding and the absence of any immediate replacement funding. Substantial increases in energy costs have also had a bottom-line impact, with monthly electricity charges at the group's main premises being nearly 60% more than the same period in the previous year. Our forward financial focus is 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 start-up social enterprises and we intend to complement this by the opening up of the society's main premises as a co-working and incubation space.

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 further 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.

POST BALANCE SHEET EVENTS

In view of significant changes in the economic conditions for local TV the directors took the decision in early 2025 to explore the market for potential business partnerships or sale in relation to SLTV. The outcome, after considering a number of options, was the transfer of SLTV business operations to the parent company with a focus on production, streaming and on-demand services and the sale of SLTV to That's TV Channels Limited (TTCL), together with its Ofcom licences and £1 share in Comux UK Ltd. Under a production agreement with TTCL, SCM will continue making community TV content for the new channel operator.

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.

Sheffield Community Media Limited

Report of the Directors
For The Year Ended 31 March 2023 (continued)

DIRECTORS

The directors shown below held office from 1 April 2022 to the date of this report except where indicated:

I Alfarah
S Basudev
S Buckley
J Devereux
R Motley

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 23 July 2025.

SIGNED ON BEHALF OF THE BOARD:



Stephen Buckley
Secretary



Jacqueline Devereux
Director



Richard Motley
Director

Sheffield Community Media Limited

Independent Auditor's Report
to Sheffield Community Media Limited

Opinion

We have audited the financial statements of Sheffield Community Media Limited (the 'society') for the year ended 31 March 2023 which comprise the consolidated income and expenditure account, society income and expenditure account, balance sheets and the related notes, 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 2023 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been 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 society 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 Board of 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 society'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 Board of 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 Board of Directors is responsible for the other information. 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.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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 its environment obtained in the course of the audit, we have not identified material misstatements in the Board of Directors' report.

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

- the society has not kept proper books of account or has not maintained a satisfactory system of control over its transactions; or
- the financial statements are not in agreement with the society's books of account; or
- we fail to obtain all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

Sheffield Community Media Limited

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

Responsibilities of the Board of Directors

As explained more fully in the Board of Directors' responsibilities statement, the Board of Directors is 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 Board of Directors determines 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 Board of Directors is responsible for assessing the society'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 Board of Directors either intend to liquidate the society 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:

Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the industry and sector, control environment and business performance;
- results of our enquiries of management, about their own identification and assessment of the risks of irregularities;
- any matters we identified having made enquiries about the documentation of their policies and procedures relating to:
- identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance;
- detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
- the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in relation to income recognition, banking procedures and segregation of duties. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, UK Corporate Governance Code and local tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

Audit response to risks identified

As a result of performing the above, we identified income recognition and related party transactions as key audit matters related to the potential risk of fraud. In order to mitigate the risk identified, enquiries were made of key management personnel as to the processes surrounding the recording of transactions and all related party transactions were reviewed in detail.

In addressing the risk of fraud through management override of controls, our procedures included reviewing and testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business. Due to the minimal number of transactions throughout the financial year it was clear

Sheffield Community Media Limited

Independent Auditor's Report
to Sheffield Community Media Limited (continued)

that there had been no management override of controls and that each transaction had been correctly and properly recorded as appropriate.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or noncompliance with laws and regulations throughout the audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the society, in accordance with section 87 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the society those matters we are required to state to it 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, for our audit work, for this report, or for the opinions we have formed.



Stephen Allen ACA FCCA (Senior Statutory Auditor)

For and on behalf of
Allen, West and Foster Limited
Chartered Accountants and Statutory Auditor

Omega Court
364 – 366 Cemetery Road
Sheffield
S11 8FT

23 July 2025

Sheffield Community Media Limited

Consolidated Income and Expenditure Account
For The Year Ended 31 March 2023

	2023 £	2022 £
TURNOVER	227,495	204,443
Cost of sales	<u>154,327</u>	<u>148,284</u>
GROSS SURPLUS	73,168	56,159
Administrative expenses	<u>99,179</u>	<u>62,326</u>
	(26,011)	(6,167)
Other operating income	<u>0</u>	<u>0</u>
OPERATING SURPLUS/(DEFICIT)	(26,011)	(6,167)
Interest receivable and similar income	-	-
Investment income	<u>9,273</u>	<u>21,571</u>
	(16,738)	15,404
Interest payable and similar charges	<u>2,544</u>	<u>556</u>
SURPLUS/(DEFICIT) ON ORDINARY ACTIVITIES BEFORE TAXATION	(19,282)	14,848
Tax on (deficit) on ordinary activities	<u>0</u>	<u>0</u>
SURPLUS/(DEFICIT) FOR THE FINANCIAL YEAR AFTER TAXATION	<u>(19,282)</u>	<u>14,848</u>
SURPLUS/(DEFICIT) FOR THE YEAR	(19,282)	14,848
Retained deficit brought forward	(131,583)	(146,431)
RETAINED SURPLUS/(DEFICIT) CARRIED FORWARD	<u><u>(150,865)</u></u>	<u><u>(131,583)</u></u>

Sheffield Community Media Limited

Society Income and Expenditure Account
For The Year Ended 31 March 2023

	2023 £	2022 £
TURNOVER	55,660	54,583
Cost of sales	<u>0</u>	<u>0</u>
GROSS SURPLUS	55,660	54,583
Administrative expenses	<u>60,148</u>	<u>53,461</u>
	(4,488)	1,122
Other operating income	<u>0</u>	<u>0</u>
OPERATING SURPLUS	(4,488)	1,122
Interest receivable and similar income	<u>-</u>	<u>-</u>
	(4,488)	1,122
Interest payable and similar charges	<u>-</u>	<u>-</u>
SURPLUS/(DEFICIT) ON ORDINARY ACTIVITIES BEFORE TAXATION	(4,488)	1,122
Tax on (deficit) on ordinary activities	<u>0</u>	<u>0</u>
SURPLUS/(DEFICIT) FOR THE FINANCIAL YEAR AFTER TAXATION	<u>(4,488)</u>	<u>1,122</u>
SURPLUS/(DEFICIT) FOR THE YEAR	(4,488)	1,122
Retained deficit brought forward	(114,131)	(115,253)
RETAINED SURPLUS/(DEFICIT) CARRIED FORWARD	<u>(118,619)</u>	<u>(114,131)</u>

Sheffield Community Media Limited

Balance Sheets
31 March 2023

		2023		2022	
	Notes	Group £	Society £	Group £	Society £
FIXED ASSETS					
Tangible assets	3	60,035	307	8,189	2,929
Investment	4	1	0	1	0
		60,036	307	8,190	2,929
CURRENT ASSETS					
Debtors	5	49,609	49,610	70,177	42,027
Cash at bank and in hand		38,713	9,289	56,688	16,272
		88,322	58,899	126,865	58,299
CREDITORS					
Amounts falling due within one year	7	84,413	13,925	71,274	11,152
NET CURRENT ASSETS		3,909	44,974	55,591	47,148
TOTAL ASSETS LESS CURRENT LIABILITIES		63,945	45,281	63,781	50,076
CREDITORS					
Amounts falling due after more than one year	8	85,910	35,000	66,464	35,307
NET ASSETS		(21,965)	10,281	(2,683)	14,769
RESERVES					
Share capital	11	128,900	128,900	128,900	128,900
Retained surplus		(150,865)	(118,619)	(131,583)	(114,131)
		(21,965)	10,281	(2,683)	14,769

The financial statements were approved and authorised for issue by the Board of Directors on 23 July 2025 and signed on its behalf by:



Stephen Buckley
Secretary



Jacqueline Devereux
Director



Richard Motley
Director

The notes on pages 11 to 15 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 2023**

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, and a majority owned subsidiary, Shefcast Digital Limited, also a company limited by guarantee. These are the consolidated financial statements of SCM, SLTV and SDL for the year to 31 March 2023.

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.

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 undertakings using the acquisition method of accounting. The results of the subsidiary undertakings are included from the date of acquisition.

Sheffield Community Media Limited

Notes to the Financial Statements
For The Year Ended 31 March 2023 (continued)

2. Average number of employees/directors in the year

	2023	2022
Group	10	10
Society	5	5

3. TANGIBLE FIXED ASSETS

	Group Plant and Machinery £	Group Totals £	Society Plant and Machinery £	Society Totals £
COST				
At 1 April 2022	156,874	156,874	119,003	119,003
Additions	<u>64,622</u>	<u>64,622</u>	<u>-</u>	<u>-</u>
At 31 March 2023	<u>221,496</u>	<u>221,496</u>	<u>119,003</u>	<u>119,003</u>
DEPRECIATION				
At 1 April 2022	148,685	148,685	116,074	116,074
Charge for year	<u>12,776</u>	<u>12,776</u>	<u>2,622</u>	<u>2,622</u>
At 31 March 2023	<u>161,461</u>	<u>161,461</u>	<u>118,696</u>	<u>118,696</u>
NET BOOK VALUE				
At 31 March 2023	<u>60,035</u>	<u>60,035</u>	<u>307</u>	<u>307</u>
At 31 March 2022	<u>8,169</u>	<u>8,169</u>	<u>2,929</u>	<u>2,929</u>

4. INVESTMENTS

	2023		2022	
	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

	2023		2022	
	Group £	Society £	Group £	Society £
Trade debtors	19,494	19,454	15,064	6,189
Prepayments and accrued income	30,115	8,156	55,113	35,838
Amount owed by group undertakings	<u>-</u>	<u>16,000</u>	<u>-</u>	<u>-</u>
	<u>49,609</u>	<u>43,610</u>	<u>70,177</u>	<u>42,027</u>

Sheffield Community Media Limited

Notes to the Financial Statements
For The Year Ended 31 March 2023 (continued)

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

	2023		2022	
	Group £	Society £	Group £	Society £
Amount owed by group undertakings	-	6,000	-	35,307
	-	6,000	-	35,307

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023		2022	
	Group £	Society £	Group £	Society £
Bank loans and overdrafts	21,312	-	7,717	-
Trade creditors	19,422	4,020	27,349	5,561
Taxation and social security	2,838	-	2,511	-
Other creditors	3,663	-	752	-
Accruals	24,210	9,598	8,082	2,662
Deferred revenue grant	6,023	-	20,269	-
Deferred capital grant	6,945	307	4,594	2,929
	84,413	13,925	71,274	11,152

Loan funding from The Co-operative Bank (totalling £7,912, 2022 £7,717) is unsecured. Loan funding from the Key Fund (totalling £13,400, 2022 nil) is secured against the assets of Shefcast Digital Ltd and the Society.

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

	2023		2022	
	Group £	Society £	Group £	Society £
Bank loans and overdrafts	37,824	-	27,869	-
Directors' and members' loans	35,000	35,000	35,000	35,000
Deferred capital grant	13,086	-	3,595	307
	85,910	35,000	66,464	35,307

Loan funding from The Co-operative Bank plc (totalling £19,957, 2022 £27,869) is unsecured. Loan funding from the Key Fund (totalling £17,867, 2022 nil) is secured against the assets of Shefcast Digital Ltd and the Society. Directors' and members' loans (totalling £35,000, 2022 £35,000) are unsecured.

9. OPERATING LEASE COMMITMENTS

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

	2023		2022	
	Group £	Society £	Group £	Society £
	7,136	7,136	7,136	7,136

Sheffield Community Media Limited

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For The Year Ended 31 March 2023 (continued)

10. PENSION COMMITMENTS

The group operates a defined contribution pension scheme.

	2023		2022	
	Group £	Society £	Group £	Society £
Pension costs for the year	6,661	-	6,494	-
Pension contributions owed at year end	<u>869</u>	<u>-</u>	<u>752</u>	<u>-</u>

11. SHARE CAPITAL

Issued and fully paid

	2023 Society £	2022 Society £
Opening share capital	128,900	130,000
£1 shares cancelled in the year	(10)	(1,100)
£1 shares issued in the year at par	-	-
Closing share capital	<u>128,890</u>	<u>128,900</u>

11. MEMBERSHIP

	2023 Society	2022 Society
Members at beginning of year	114	114
Members ceased during year	-	-
Members admitted during year	-	-
Members at end of year	<u>114</u>	<u>114</u>

12. RECONCILIATION OF MOVEMENTS IN MEMBERS' FUNDS

	2023		2022	
	Group £	Society £	Group £	Society £
Surplus/(Deficit) for the financial year	<u>(14,282)</u>	<u>512</u>	<u>15,948</u>	<u>22</u>
	(14,282)	512	15,948	22
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	(14,282)	512	14,848	1,122
Members' funds at beginning of year	<u>(2,683)</u>	<u>14,769</u>	<u>(17,531)</u>	<u>13,647</u>
Members' funds at year end	<u>(16,965)</u>	<u>15,281</u>	<u>(2,683)</u>	<u>14,769</u>
Share capital	128,900	128,900	128,900	128,900
Retained surplus/(deficit) at year end	<u>(145,865)</u>	<u>(113,619)</u>	<u>(131,583)</u>	<u>(114,131)</u>
	<u>(16,965)</u>	<u>15,281</u>	<u>(2,683)</u>	<u>14,769</u>

Sheffield Community Media Limited

Notes to the Financial Statements
For The Year Ended 31 March 2023 (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, commenced trading on 1 July 2022 and its results for the period are included in the consolidated accounts. The principal activities of Shefcast Digital Limited are the operation of a digital broadcasting service for Sheffield and Rotherham.