

Farnham Common Sports Club Ltd
Revenue Account Year Ending 31st December 2019

	Notes	2019		2018	
		£	£	£	£
Income					
Sports income		129,098		124,905	
Clubhouse income		129,905		110,782	
Other income		<u>59,977</u>		<u>35,007</u>	
			318,980		270,694
Costs					
Sports costs		102,308		98,753	
Clubhouse costs		184,416		137,286	
Other Club costs		<u>31,046</u>		<u>33,504</u>	
			317,770		269,543
Surplus of Income	1		1,210		1,151

Balance Sheet Year Ending December 31st 2019

	Notes	2019		2018	
		£	£	£	£
Fixed Assets					
<i>(Costs less depreciation)</i>					
Buildings	3	114,601		100,172	
Equipment	3	<u>7,001</u>		<u>8,793</u>	
			121,602		108,965
Current Assets					
Bank and cash		53,813		47,309	
Stocks	4	8,550		10,489	
Debtors	5	<u>8,655</u>		<u>15,144</u>	
			71,018		72,942
Current Liabilities					
<i>(Liabilities payable within one year)</i>					
Creditors and accruals	6	49,485		41,773	
Provisions	7	5,000		5,000	
Loans	8	<u>2,000</u>		<u>2,000</u>	
			56,485		48,773
Net Current Assets			14,533		24,169
Long Term Liabilities					
<i>(Liabilities payable after one year)</i>					
Loans	8	10,000		12,000	
Sport maintenance provision	7	<u>8,981</u>		<u>5,188</u>	
			18,981		17,188
Net Assets (but see note 3)			117,154		115,946
Financed by:					
Issued Share Capital					
294 Ordinary shares of 5p each	9	15		17	
Capital Reserve		78,139		78,139	
Revenue Reserve					
Surplus from prior years		37,790		36,639	
Surplus for the year		<u>1,210</u>		<u>1,151</u>	
			117,154		115,946

These financial statements were approved and authorised for issue by the FCSC Main Committee. They were signed on its behalf on 9th March 2020 by:

R M Cowan
Honorary Treasurer

R E Thomas
Chairman

A Morgan
Honorary Secretary

NOTES. These form part of the financial statements.

Note 1. Revenue Account

SUMMARY	2019	2018	SURPLUS BEFORE INTEREST AND DEPRECIATION	2019	2018
	£s	£s		£s	£s
Income					
Sports income	129,098	124,905			
Clubhouse income	129,905	110,782	Surplus	1,210	1,151
Other income	59,977	35,007	Depreciation	7,900	7,900
	318,980	270,694	Interest paid	192	223
				9,302	9,274
Costs					
Sports costs	102,308	98,753	Less interest received	19	98
Clubhouse costs	184,416	137,286			
Other Club costs	31,046	33,504			
	317,770	269,543			
			Surplus before interest and depreciation	9,283	9,176
Surplus	1,210	1,151			

The tables below show the Revenue Account details

SPORT INCOME AND COSTS

Sport net income	2019	2018	VARIANCE	Other Sport costs	2019	2018	VARIANCE
Subscriptions	62,588	59,422	3,166	Ground & court expenses			
Match fees				Ground maintenance	19,650	15,481	4,169
Match fees (Inc Teas)	8,858	10,790	(1,932)	Groundsman	12,145	11,996	149
Cost of match teas	4,071	5,455	(1,384)	Ground equipment & repair	14,123	632	13,491
Net match fees	4,787	5,335	(548)	Materials	4,981	3,625	1,356
Squash light fees	5,201	3,899	1,302	Tennis Courts Works	2,415	8,410	(5,995)
Tennis light fees	571	512	59	Squash Courts Works	0	17,558	(17,558)
Activity studio	12,088	12,950	(862)	Sub Total	53,314	57,702	(4,388)
Field & court hire income	1,994	3,188	(1,194)	Playing Expenses			
Drifters kit shop				Pitch hire	3,073	3,222	(149)
Drifters kit shop sales	5,055	4,545	510	Team expenses	2,158	2,054	104
Cost of goods sold	4,412	3,588	824	Physiotherapist	3,330	1,540	1,790
Net income	643	957	(314)	Playing equipment	3,950	4,538	(588)
Tournaments tours kit etc				Affiliation, league & cup entry fees	2,031	1,815	216
Income	19,090	8,731	10,359	Trophies & other expenses	931	695	236
Costs	19,409	10,686	8,723	Sub Total	15,473	13,864	1,609
Net income	(319)	(1,955)	1,636	Coaching			
Sport funding				Rugby	4,558	5,787	(1,229)
Sponsorship	3,002	5,275	(2,273)	Cricket	0	600	(600)
Grants & Donations	5,651	15,593	(9,942)	Tennis	0	0	0
Tractor insurance provision	5,000	0	5,000	Sub Total	4,558	6,387	(1,829)
Total sport funding	13,653	20,868	(7,215)	Depreciation sport assets	1,071	1,071	0
					2019	2018	VAR
				TOTAL SPORTS INCOME	129,098	124,905	4,193
				TOTAL SPORTS COSTS	102,308	98,753	3,555

Note 1. Revenue Account continued
CLUBHOUSE INCOME AND COSTS

Clubhouse net income	2019	2018	VARIANCE	Other Clubhouse costs	2019	2018	VARIANCE
Bar sales				Clubhouse overheads			
Bar takings cash	60,796	45,407	15,389	Rent	1,000	1,000	0
Bar takings member card	62,678	63,206	(528)	Rates	835	816	19
Total bar sales	123,474	108,613	14,861	Insurance	3,659	3,821	(162)
Cost of bar stock sold	44,447	44,047	400	Gas	1,903	1,811	92
Bar net income	79,027	64,566	14,461	Electricity	11,738	10,572	1,166
<i>Bar gross margin</i>	64.0%	59.4%	4.6%	Water	32	2,868	(2,836)
Other bar income				Security	875	506	369
Quiz & fruit machines	791	783	8	TV & music	6,789	7,420	(631)
Pool table income	640	1,386	(746)	Overheads total	26,831	28,814	(1,983)
	1,431	2,169	(738)	Club maintenance			
Other bar costs				Cleaning	6,848	5,830	1,018
Functions/Entertainment	4,193	0	4,193	Repairs & maintenance	10,177	8,858	1,319
Bar sundries	2,506	2,259	247	New Boiler Installation	27,855	0	27,855
Steward & bar staff	44,873	37,334	7,539	Club furnishings and equipment	5,338	445	4,893
Stocktaker	460	420	40	Stewards Accommodation	632	240	392
Darts	550	0	550	Hygiene health & safety	804	579	225
	52,582	40,013	12,569	Waste disposal	2,073	1,631	442
Surplus on bar	27,876	26,722	1,154	Maintenance total	53,727	17,583	36,144
Clubhouse funding				Depreciation clubhouse assets	6,829	6,829	0
Boiler Grant	5,000	0	5,000				

	2019	2018	VAR
TOTAL CLUBHOUSE INCOME	129,905	110,782	19,123
TOTAL CLUBHOUSE COSTS	184,416	137,286	47,130

OTHER CLUB INCOME AND COSTS

Other Club net income	2019	2018	VARIANCE	Other Club costs	2019	2018	VARIANCE
Fund raising				Administration			
Cricket	0	0	0	IT & website	5,489	2,605	2,884
Tennis	0	1,675	(1,675)	Postage printing stationery	405	434	(29)
Squash	214	1,382	(1,168)	Legal and accounting	5,116	4,754	362
Rugby	358	1,608	(1,250)	Sub total	11,010	7,793	3,217
Social	585	998	(413)	Advertising	2,248	198	2,050
Ball/Sportsman's dinner	35,478	0	35,478	Miscellaneous	401	1,986	(1,585)
Sub total	36,635	5,663	30,972	Bank charges	260	336	(76)
Drifters café income	6,699	6,010	689	Credit card charges	2,077	1,261	816
Drifters café costs	2,789	2,645	144	Sub total	4,986	3,781	1,205
Net café income	3,910	3,365	545	Interest paid	192	223	(31)
Rugby tickets income	12,069	19,062	(6,993)				
Rugby tickets costs	12,069	19,062	(6,993)				
Net ticket income	0	0	0				
Meeting room hire	1,488	500	988				
Sundry income	3,067	3,674	(607)				
Interest received	19	98	(79)				

	2019	2018	VAR
TOTAL OTHER CLUB INCOME	59,977	35,007	24,970
TOTAL OTHER CLUB COSTS	31,046	33,504	(2,458)

Notable expenditure 2019

Club House The Club installed a new boiler and associated plumbing system to replace its existing failing installation during the year. The costs were met, in part, by a grant of £5,000 from the EU Regional Development fund for Low Carbon Work Spaces projects. The balance of the costs were met by sums raised at fund raising events during the year.

Tractor In 2019 the Club purchased a new tractor for ground maintenance works and a secure cladded storage container for its garaging. The costs of £22,917 were met by a £5,000 insurance settlement received for the theft of its former tractor, a grant from the RFU of £5,000 and sums raised at fund raising events during the year.

VAT As a Community Amateur Sports Club (CASC) the Club has exemption from VAT on its sport associated income and costs. However, in a year of normal expenditure, the Club expects to be able to reclaim it's VAT on its sport associated costs by benefiting from the HMRC "de minimis" rule which allows the Club to reclaim up to £7,500 worth of VAT on exempt costs. As a result of the exceptional expenditure on projects in 2019 the Club exceeded the "de minimis" sum of £7,500 of allowable recovery and was therefore unable to reclaim any VAT on its sport associated costs in the year. Should this exceptional expenditure not have taken place in 2019, it is estimated that the club would have paid c. £7,000 less VAT to HMRC. This would have increased the Club's annual surplus by that amount. It is considered probable that, in some future years, the Club will be able to revert to its former position of being able to reclaim VAT on its sport associated costs.

Note 2. Fixed Assets

	Clubhouse Buildings	Clubhouse Equipment	Ground Equipment	Total Fixed Assets
Cost to former Club at 01.01.2010	200,009	882	6,309	207,200
Costs to FCSC Ltd.				
At 01.01.2019	150,973	6,915	15,771	173,659
Additions	20,537			20,537
Disposals				
Cost at 31.12.19	171,510	6,915	15,771	194,196
Depreciation				
At 01.01.2019	50,801	4,817	9,076	64,694
Charge 2019	6,108	721	1,071	7,900
On Disposals	0	0	0	0
At 31.12.2019	56,909	5,538	10,147	72,594
Net Book Value				
At 31.12.2019	114,601	1,377	5,624	121,602
At 31.12.2018	100,172	2,098	6,695	108,965

The Club was incorporated January 1st 2010. Where applicable, the original cost of the assets transferred from the former unincorporated Club are shown in the table above.

Depreciation is provided at the following annual rates in order to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives:

Clubhouse buildings: straight line over 30 years

Roofs: straight line over 30 years

Clubhouse equipment: straight line over 5 years

Ground Equipment: straight line over 10 years

Squash Courts Roof. The original roof, installed when the courts were built in 1973, had deteriorated to the extent that a full replacement was necessary. The work was carried out in 2019, and this has provided an added benefit of significantly improving insulation of the courts. The cost of the project, £20,537, has been capitalised and will be depreciated over the next 30 years, the expected life of the new roof.

Equipment. Expenditure on equipment purchased during the year is part of annual expenditure included within the Revenue Account and is written off as it arises.

Note 3. Buildings

The Club's buildings were constructed using Club funds. The book value of the buildings shown on the asset register above is the cost, less depreciation, of the project completed in 2003 to extend and refurbish the clubhouse, and the cost to the club of installing new roof sections in 2015 and 2019. The terms of the Club's lease provide for the ownership of all buildings to be passed to the Club's landlord on termination of its lease. The lease is due to expire on 23rd June 2080. The value of the Club's net assets, if the book value of the buildings is excluded, is £2,553.

Note 4. Stocks

	£s	
Bar stock	5,373	
Rugby kit shop	<u>3,177</u>	
	8,550	- stocks are valued at the lower of cost and net realisable value

Note 5. Debtors

	£s	
Rugby international tickets	5,118	
Pre-payments	1,701	
Sundry debtors	<u>1,836</u>	
	8,655	

Note 6. Creditors and Accruals

	£s	
Trade invoices	11,039	- 2019 costs paid in 2020
Members' card balances	4,238	- deposits placed on members' individual bar accounts
Subscriptions paid in advance	14,650	- sums received in 2019 for 2020 membership subscriptions
Players funds	3,481	- see note below
Purchase accruals and payroll	7,100	- sums accrued for 2019 expenditure not billed
Key deposits	2,241	- members' deposits held for squash or tennis court keys
Sponsorship and grants	<u>6,736</u>	- see note below
	49,485	

Players funds represent money collected from members, held by the Club, for planned tours or kit purchases or for special items of expenditure for which members money has been collected. The Club makes no contribution to members' tour costs. The Club will pay for the kit or tour costs or special items from these funds. Any surpluses are repayable to the members.

Sponsorship and grants are sums of money awarded to the Club for specific projects or purposes, such as the provision of playing kit or equipment, or for coaching. As expenses are incurred, the amount of the expense is released from the appropriate fund to the Revenue Account. The amounts shown in the Balance Sheet for grants and sponsorship represent the amounts yet to be utilised for the purpose or project for which they were awarded.

Note 7. Provisions

The Club continues to set aside each year sums for the future major sports projects such as the resurfacing of tennis courts. £4,830 was added to this provision in 2019. An additional £5,000 has been provisioned for essential upgrades to the clubhouse electrical installation and for bar area redecoration.

Note 8. Loans

Loans were taken out in 2015 to fund the short fall in monies available to pay for the new roof. The following shows the amounts repaid in 2019, the amounts outstanding at December 31st 2019 and the planned re-payment programme:

	Outstanding at 1.01.2019	New Loans in 2019	Sum Repaid 2019	Repayment due 2020	Repayable after 2020
	£s	£s	£s	£s	£s
2015 Club member loan interest bearing at 1.5% p.a	14,000		2,000	2,000	10,000

Note 9. Issued share capital

One share with a nominal value of 5p is held by each person who was a full voting member of the Club (as defined by the Club rules) at the close of 2019. Shares may not be transferred or traded. A member forfeits his or her share on ceasing to be a member. In the event of it becoming necessary for the members to discontinue the activities of the Club, its funds and property shall not be paid or distributed amongst the members but shall be appropriated or distributed for such other registered Community Amateur Sports Club (CASC) or charity as may be approved by the members.

INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS ON THE UNAUDITED ACCOUNTS OF FARNHAM COMMON SPORTS CLUB LIMITED

We report to the members on the unaudited accounts for the year ended 31 December 2019 set out on pages 1 to 5.

RESPECTIVE RESPONSIBILITIES OF MANAGEMENT COMMITTEE AND REPORTING ACCOUNTANTS

The management committee is responsible for the preparation of the accounts, and they consider that the club is entitled to opt out of an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

This report is made to the members, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the accounts that we have been engaged to compile, report to the members that we have done so, and state those matters that we have agreed to state to them in this 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 club and the members, as a body, for our work or for this report.

BASIS OF OPINION

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the club, and making such limited enquiries of the management committee of the club as we considered necessary for the purposes of this report. These procedures provide the only assurance expressed in our opinion.

OPINION

In our opinion:

- (a) The accounts, including the revenue account and balance sheet, are in agreement with the accounting records kept by the club under s75 of the Co-operative and Community Benefit Societies Act 2014;
- (b) Having regard only to, and on the basis of, the information contained in those accounting records the revenue account and balance sheet comply with the requirements of the Co-operative and Community Benefit Societies Act 2014; and
- (c) For the preceding year of account, the financial criteria for the exercise of the power conferred by section 84 were met in relation to the year.



WARD WILLIAMS
Chartered Accountants

Date: 11/3/20.

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