

**IPSWICH SPORTS CLUB**

**UNCONSOLIDATED REPORT AND  
FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED  
31 JULY 2020**

**GMS FC Limited  
Chartered Certified Accountants  
& Statutory Auditors  
1 London Road  
Ipswich IP1 2HA**

# **IPSWICH SPORTS CLUB**

## **FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED 31 JULY 2020**

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# **IPSWICH SPORTS CLUB**

## **CLUB INFORMATION**

**FOR THE PERIOD ENDED 31 JULY 2020**

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### **LIST OF OFFICERS**

President	Mrs M Lipscombe
Chairman	Miss V Penn
Vice-Chairman	Mr A Cookson
Treasurer	Mr N Banks
Secretary	Mr K Palmer
Fitness Chairman	Mr K Brazier
Squash & Racketball Chairman	Mr A Isles
Tennis Chairman	Mr R Butler
Hockey Chairman	Mrs V Clement
Club & Lead Safeguarding Officer	Mrs K Watling
Club & Safeguarding Officer	Mr A Livingstone
Hon. Vice-Presidents	Mr J Gordon, Mr H Langton, Dr A Livingstone, Mr G Sheldrake, Miss C Webb, Mr P Sheldrake

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General Manager	Mr A Yorke
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<b>Auditors</b>	GMS FC Limited 1 London Road Ipswich IP1 2HA
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<b>Bankers</b>	Lloyds National Westminster
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<b>Solicitors</b>	Gotelee Solicitors 31 - 41 Elm Street Ipswich IP1 2AY
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	Ellisons Solicitors Wherstead Park The Street Wherstead Ipswich IP9 2BJ
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# **IPSWICH SPORTS CLUB**

## **REPORT OF THE CHAIR**

### **FOR THE PERIOD ENDED 31 JULY 2020**

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What a year 2020 turned out to be with the club twice in lockdown and very restricted play and pay for our members with outside activities only. I want to thank all our members who made donations during these tricky times and for those supporting us through their direct debit payments.

We did however maintain costs at a sensible level, and with the help of the Government and Sport England grants, and the furlough scheme, we only lost around £59,000 which was an incredible result overall. The club remains financially stable and whilst we have lost members, around 350, we are optimistic that once restrictions are lifted and life returns to normal many will return and we will attract new members who may have been at competing clubs which have closed.

Thus 2020 was an unusual year for the Board and the Council meeting virtually and with only Andy Yorke at the helm for a long time with staff stopping and starting as the year went on. It was to be the year that Andy decided to resign after 14 years with the club, but we are thankful to him for his loyalty, and he was key in the club winning the various LTA and Club of the Year awards.

During this period the Board was doing a lot of work relating to the sale of the Henley Road hockey pitch and the new hockey pitch at Tuddenham Road and my thanks to Tony Cookson for all his efforts with the contractors and quotations for that pitch which has now resulted in a start on the new pitch to be completed in early June.

We also instructed Savills to commence a marketing campaign for the Henley Road pitch in the Summer. This happened to coincide with Brexit and Covid 19 but we were very pleased to effect a sale, albeit not completed until February 2021, at a figure of £1,250,000 which will enable investment back into club facilities. Keith Palmer was instrumental in assisting with the whole process together with all the other Club Secretarial duties he undertook in 2020 in connection with the new limited company (which commenced its activities from 1 August 2020) and contracts. Nick Banks our Treasurer, maintained a steady eye on our finances giving us advice on the various loan options, club finances, and the furlough scheme.

Following early discussions with I2C/Mosaic late 2020 we started planning some essential maintenance work, repainting of courts and other measures to smarten the club up and make it a welcoming environment for members to return.

We are now looking forward positively with new partnerships and activities and a new General Manager starting shortly. The club is in an excellent position to move forward with a "one club" plan, in consultation with members, which will improve facilities and its position in the marketplace

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**Vanessa Penn**  
**Chair**

# **IPSWICH SPORTS CLUB**

## **REPORT OF THE TREASURER**

### **FOR THE PERIOD ENDED 31 JULY 2020**

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I present my report on the financial statements of Ipswich Sports Club for the year ended 31 December 2020.

This is an extraordinary report.

Firstly, it covers a period during which the Club operated as two distinct entities. From 1 January 2020 to 31 July 2020 the Club operated as Ipswich Sports Club. From 1 August 2020 the "old" Club incorporated to operate as Ipswich Sports Club 2020 Limited as a result of the parties entering into an assets and activities distribution agreement dated 31 July 2020. The assets and trade of the old club were transferred and the new Club continues as a Community Amateur Sports Club (CASC).

Members will recall from previous reports that the CASC status limits the amount the Club can earn from non-member and property income to £100,000. The Club continues to operate in conjunction with Ipswich Sports Club Services Limited under the continuing terms of a resource sharing agreement.

Two sets of Club accounts are presented to members at this year's AGM. I will report on the deficit of each entity but my commentary will be for the year as one, to enable meaningful comparison against the previous year.

A second reason that this is an extraordinary report is the impact of COVID and the national lockdowns severely restricting the operations of the Club. The complete closure of the Club and suspension of members subscriptions and loss of sport and club revenue has obviously had an impact on the Club's financial performance and cash reserves.

I will explain how the Club has taken advantage of the various channels of Government support. To preserve short term working capital the Club has also secured a £50,000 bounce back loan.

The management of the Club through this extraordinary time has been a challenge.

I must commend Andy Yorke for his dedication at the onset of COVID and the first lockdown to scrutinise and limit costs as quickly as possible and how he embraced the adaptation of the Club to operate with COVID restrictions between lockdowns. I thank Andy for his support to me as Treasurer in his time at the Club.

I must also commend my co-directors in their steadfast commitment to navigate the Club through uncertain financial times and at the same time deliver the incorporation of the Club and progress and complete, since the year end, the sale of the hockey pitch at Henley Road.

#### **Financial Results**

In the period to 31 July 2020, the "old" Club reported a deficit of £30,498

In the period 1 August 2020 to 31 December 2020, the Club reported a deficit of £28,433

The total deficit for the year is therefore £58,931. The surplus for the previous year was £32,145.

**Continued.....**

# **IPSWICH SPORTS CLUB**

## **REPORT OF THE TREASURER (CONTINUED)**

### **FOR THE PERIOD ENDED 31 JULY 2020**

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The Club deficit of £28,433 includes the donation for the whole year from Ipswich Sports Club Services Limited of £17,200. The donation for the previous year was £35,960

#### **Club and General**

Membership subscriptions total £277,042, a reduction of 40% from the previous year total of £461,864.

Bar income fell by 64%, the total being £71,091 compared to £195,880. The bar wages cost was supported by the Coronavirus Job Retention Scheme (CJRS). The bar contribution excluding wage cost was £33,250 (2019: £107,031)

The Club received a total of £21,334 COVID grant income from Ipswich Borough Council, Sports England and the National Lottery.

The total claim under the CJRS for the whole period was £53,859.

Member's donations to support the Club through the pandemic and use of the tennis courts before the Club officially reopened totalled £18,918.

#### **Sports Income and Expenditure**

The disruption caused by the pandemic to all sports has inevitably had an impact on the financial contribution of each section which is summarised below:

<b>Section</b>	<b>Year</b>	<b>Income</b>	<b>Expenditure</b>	<b>Depreciation</b>	<b>Surplus/(Deficit)</b>
		£	£	£	£
<b>Squash</b>	2020	6,778	5,058	3,891	(2,171)
	2019	12,193	8,573	3,948	(328)
<b>Tennis</b>	2020	90,171	50,862	39,621	(312)
	2019	165,117	112,658	39,627	12,832
<b>Hockey</b>	2020	17,895	17,563	18,666	(18,334)
	2019	39,483	37,964	18,667	(17,148)
<b>Gym &amp; Studio</b>	2020	8,416	63,649	9,797	(65,030)
	2019	27,023	82,936	10,027	(65,940)
<b>Table Tennis</b>	2020	-	-	-	-
	2019	-	171	-	(171)
<b>Total</b>	2020	123,260	137,132	71,976	(85,847)
	2019	243,816	242,302	72,269	(70,755)

**Continued.....**

# **IPSWICH SPORTS CLUB**

## **REPORT OF THE TREASURER (CONTINUED)**

### **FOR THE PERIOD ENDED 31 JULY 2020**

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#### **Cash and debt**

At 31 December 2020, total cash at bank was £228,883 comprising £201,045 in the Club and £27,838 held by Ipswich Sports Club Services Limited. This included the £50,000 bounce back loan so the adjusted balance is £178,883.

At 31 December 2019 total cash at bank was £218,043.

Cash balances have therefore reduced by £39,160. I think this is an outstanding result given all that happened in the year.

The club has paid up all suppliers. We sought deferral on financial commitments with the LTA and our equipment providers but these are now being repaid.

At 31 December 2020 the Club bank loans, excluding the bounce back loan, totalled £1,975 (2019:£7,295). The stewardship of the Club in recent years to pay down term debt undoubtedly helped the Club's cash position withstand the pandemic since although cashflow was under pressure, debt servicing was minimal.

#### **Looking forward**

I believe that the Club has emerged from the pandemic in a position many similar clubs would envy. Cash in the bank and very little bank borrowing.

Subsequent to the year end the sale of Henley Road completed, the proceeds to invest in the Club facilities.

The first phase of investment is the renewal of the Hockey pitch at Tuddenham Road with a multi-sports pitch to introduce new revenue streams to the Club since it is important that the return on investment is maximised and not just from the Hockey section itself.

So the Club emerges from the pandemic in a robust financial position, with minimal debt, funds to invest and, with new management support from Inspire 2 Coach and Mosaic Spa and Leisure Clubs, I firmly believe the future looks bright.

.....  
**Nick Banks**  
**Treasurer**

## **IPSWICH SPORTS CLUB**

### **STATEMENT OF COMMITTEES RESPONSIBILITIES IN RELATION TO THE PREPARATION OF THE FINANCIAL STATEMENTS**

#### **FOR THE PERIOD ENDED 31 JULY 2020**

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The Officers of the Club are required to prepare Financial Statements for each financial year which give a true and fair view of the state of affairs of the Club and of the surplus of the Club for that period. In preparing those Financial Statements, the Officers are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Financial Statements;
- prepare the Financial Statements on a going concern basis unless it is inappropriate to presume that the Club will continue in business.

The Officers are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Club. They are also responsible for safeguarding the assets of the Club and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the Officers are aware:

- there is no relevant audit information of which the Club's Auditors are unaware; and,
- the Officers have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the Auditors are aware of that information.

# **IPSWICH SPORTS CLUB**

## **INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF IPSWICH SPORTS CLUB**

**FOR THE PERIOD ENDED 31 JULY 2020**

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### **Opinion**

We have audited the financial statements of Ipswich Sports Club (the 'club') for the period ended 31 July 2020 which comprise the income and expenditure account, 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 Financial Reporting Standard 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 club's affairs as at 31 July 2020 and of its income and expenditure for the period then ended; and  
have been prepared in accordance with the requirements of the Co-operative and Community Benefit Societies Act 2014.

### **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 club 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**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:  
the management committee's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or  
the management committee have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the club's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

### **Other information**

The management committee are responsible for the other information. The other information comprises the information included in the Chairman and Treasurer's reports other than the financial statements and our auditor's report thereon. 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.

**Continued.....**

GMS FC is a company registered in England and Wales (registered number 07433564)

## **IPSWICH SPORTS CLUB**

### **INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF IPSWICH SPORTS CLUB**

**FOR THE PERIOD ENDED 31 JULY 2020**

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

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

a satisfactory system of internal control over transactions has not been maintained; or  
the society has not kept proper accounting records; or  
the financial statements are not in agreement with the books of account; or  
we have not received all the information and explanations we need for our audit.

#### **Responsibilities of the Management Committee**

As explained more fully in the Management Committee's responsibilities statement set out on page 7. The Management Committee 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 they 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 Management Committee are responsible for assessing the club'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 Management Committee either intend to liquidate the club 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <https://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 club's members, as a body, in accordance with section 83 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the club'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 club and the club's members as a body, for our audit work, for this report, or for the opinions we have formed.

.....  
**Christopher Smith FCA ACCA (Senior Statutory Auditor)**  
**for and on behalf of GMS FC Limited**  
**Chartered Certified Accountants and Statutory Auditors**  
**1 London Road**  
**IPSWICH IP1 2HA**

.....  
**Dated**

GMS FC is a company registered in England and Wales (registered number 07433564)

## **IPSWICH SPORTS CLUB**

### **INCOME AND EXPENDITURE ACCOUNT**

**FOR THE PERIOD ENDED 31 JULY 2020**

	Note	Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds 2020	Total Funds 2019
		£	£	£	£	£
<b>INCOME</b>						
Members subscriptions		143,119			143,119	461,864
Retail turnover:						
Bar	3	43,604			43,604	195,880
Shop	4	205			205	912
Functions		3,002			3,002	12,073
Sports income	5	-	74,676	1,160	75,836	243,816
Rental income		15,272			15,272	11,511
Grant released		3,950			3,950	6,771
Other grants (Covid - 19 related)		52,953			52,953	-
Donations:						
Member donations		18,918			18,918	-
Ipswich Sports Club Services Limited		-			-	35,960
Other donations		4,850			4,850	8,029
<b>TOTAL INCOME</b>		<b>285,873</b>	<b>74,676</b>	<b>1,160</b>	<b>361,709</b>	<b>976,816</b>
<b>EXPENDITURE</b>						
Cost of sales:						
Bar	3	69,350	-		69,350	170,647
Shop	4	-	-		-	100
Functions		1,924			1,924	4,986
Sports expenditure	5	-	115,775	1,135	116,910	314,571
General administration costs	6	204,023	-		204,023	454,367
<b>TOTAL EXPENDITURE</b>		<b>275,297</b>	<b>115,775</b>	<b>1,135</b>	<b>392,207</b>	<b>944,671</b>
<b>NET INCOME/(EXPENDITURE) BEFORE TAX</b>	7	10,576	(41,099)	25	(30,498)	32,145
Taxation	8	-	-	-	-	(1,605)
<b>NET INCOME/(EXPENDITURE) AFTER TAX</b>		10,576	(41,099)	25	(30,498)	30,540
Transfers to reserves		(51,599)	51,599	-	-	-
<b>NET INCOME/(EXPENDITURE) AFTER TAX AND RESERVE MOVEMENTS</b>		<b>(41,023)</b>	<b>10,500</b>	<b>25</b>	<b>(30,498)</b>	<b>30,540</b>

# IPSWICH SPORTS CLUB

## BALANCE SHEET

AS AT 31 JULY 2020

		2020		2019	
	Note	£	£	£	£
<b>FIXED ASSETS</b>					
Tangible Fixed Assets	11		1,463,679		1,516,582
Fixed asset investment	10		<u>2</u>		<u>2</u>
			1,463,681		1,516,584
<b>CURRENT ASSETS</b>					
Stocks	12	4,352		7,365	
Debtors	13	31,954		59,647	
Bank and cash		<u>159,382</u>		<u>180,703</u>	
		195,688		247,715	
<b>CREDITORS:</b>					
Amounts falling due within one year	14	<u>(92,763)</u>		<u>(154,105)</u>	
<b>NET CURRENT ASSETS</b>					
			<u>102,925</u>		<u>93,610</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
			1,566,606		1,610,194
<b>CREDITORS:</b>					
Amounts falling due after one year	15		(170,908)		(180,047)
<b>CAPITAL GRANT RESERVE</b>					
	16		(66,525)		(70,475)
<b>NET ASSETS</b>					
			<u>1,329,173</u>		<u>1,359,672</u>
<b>RESERVE FUNDS</b>					
Designated funds	17		244,100		233,600
Unrestricted funds	17		<u>1,081,878</u>		<u>1,122,902</u>
			1,325,978		1,356,502
Restricted funds	18		<u>3,195</u>		<u>3,170</u>
			<u>1,329,173</u>		<u>1,359,672</u>

These financial statements were approved by the members of the committee on

9 April 2021 and are signed on their behalf by:

.....  
V Penn - Chairman

.....  
N Banks - Treasurer

The notes on pages 11 to 22 form part of these financial statements

# **IPSWICH SPORTS CLUB**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **FOR THE PERIOD ENDED 31 JULY 2020**

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

The principle accounting policies adopted in the preparation of the Financial Statements are set out below and have remained unchanged from the previous year and also have been consistently applied within the same accounts.

##### **1.1 Accounting convention**

The Financial Statements have been prepared under the historic cost convention and in accordance with the Financial Reporting Standard 102 Section 1A (effective January 2015)

##### **1.2 Income**

Income shown in the income and expenditure account represents amount receivable exclusive of VAT.

Membership income is recognised over the time period to which it relates.

Life membership income subscriptions are recognised over a period of 8 years.

##### **1.3 Grants**

Income in respect of capital grants is credited to a capital grant reserve in the balance sheet and is written off in equal annual instalments over the estimated useful economic life of the asset to which it relates.

Revenue grants are credited to the income and expenditure account when they become receivable.

##### **1.4 Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost or valuation less residual value of each asset over its expected useful life, as follows:

Car park and driveway	- 10%	straight line
Clubhouse improvements	- 2.5%	straight line
Furniture and fittings	- 10%	straight line
Computers	- 33.3%	straight line
All-weather tennis courts	- 10%	straight line
Hockey pitch -Astro base	- 4%	straight line
Astro top	- 6.67%	straight line
Hockey pitch Tuddenham Road	- 3.5%	straight line
Indoor tennis centre	- 2.5%	straight line

No depreciation is charged on freehold buildings, as in the opinion of the Officers the residual value is estimated to be at least equal to current book values.

The Committee maintains freehold property to a reasonable standard and carries out annual impairment reviews of the property.

##### **1.5 Leasing**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets and depreciated over the shorter of the lease term and their useful lives.

Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the income and expenditure account so as to produce constant periodic rates of charge on the net obligations in each period.

Rentals paid under operating leases are charged against income on a straight line basis over the lease term.

# **IPSWICH SPORTS CLUB**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED 31 JULY 2020**

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### **1. ACCOUNTING POLICIES (continued)**

#### **1.6 Stock**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

#### **1.7 Taxation**

The Club is a Community Amateur Sports Club. The Club will be liable to corporation tax on its non-member trading income if the turnover derived from trading income exceeds £100,000 per annum.

#### **1.8 VAT**

The organisation is partially exempt for VAT. Irrecoverable VAT is charged to the income and expenditure account or capitalised on the balance sheet, depending on the nature of the expenditure.

Governance costs are those incurred in connection with the administration of the Club and compliance with statutory requirements.

Resources expended include attributable VAT, which cannot be recovered.

### **2. APB ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALLER ENTITIES**

In common with many other organisations of our size and nature we use our auditors to prepare and submit tax returns to the tax authorities and assist with the preparation of Financial Statements.

# **IPSWICH SPORTS CLUB**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED 31 JULY 2020**

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### **3. BAR TRADING ACCOUNT**

	<b>2020</b>		<b>2019</b>	
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Bar sales		43,604		195,880
Less:				
Purchases	18,883		75,628	
Wages	45,871		81,798	
Other bar costs	4,596		13,221	
		<u>69,350</u>		<u>170,647</u>
		<u>(25,746)</u>		<u>25,233</u>

### **4. SHOP TRADING ACCOUNT**

	<b>2020</b>		<b>2019</b>	
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Shop sales		205		912
Less:				
Purchases		-		100
		<u>205</u>		<u>812</u>

## IPSWICH SPORTS CLUB

### NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 JULY 2020

#### 5. SPORTS INCOME AND EXPENDITURE

	Squash	Tennis	Hockey	Gymnasium & Studio	Table Tennis	Total 2020	Total 2019
	£	£	£	£	£	£	£
<b>INCOME</b>							
Sponsorship and donations	425	735	6,500	-	-	7,660	16,159
Competitions, tournaments and events	214	1,420	3,007	-	-	4,641	26,489
Coaching fees, court rental and pitch hire	2,159	3,975	-	6,065	-	12,199	48,957
Indoor Tennis Centre surplus	-	7,800	-	-	-	7,800	27,056
Multisports, parks and community programme	-	9,324	-	-	-	9,324	6,670
Functions and social bar income	-	-	2,029	-	-	2,029	10,921
Sundry income	-	244	-	252	-	496	1,862
Performance	-	20,585	-	-	-	20,585	67,844
Development programme	-	11,102	-	-	-	11,102	37,858
<b>TOTAL INCOME</b>	<b>2,798</b>	<b>55,185</b>	<b>11,536</b>	<b>6,317</b>	<b>-</b>	<b>75,836</b>	<b>243,816</b>
<b>EXPENDITURE</b>							
Affiliation fees	390	(724)	-	860	-	526	8,373
Functions expenditure	-	-	4,775	-	-	4,775	4,775
Coaching costs and fees	175	10,996	520	12,467	-	24,158	87,906
Repairs, equipment leasing and maintenance	3,372	3,975	3,859	16,516	-	27,722	47,749
Competition fees, tournaments and events	-	819	5,230	-	-	6,049	17,512
Multisports	-	(1,781)	-	-	-	(1,781)	676
Ball and equipment purchases	-	666	-	-	-	666	2,777
Performance costs	-	13,160	-	-	-	13,160	47,667
Other expenses	1,072	327	(3,531)	1,749	-	(383)	24,867
	5,009	27,438	10,853	31,592	-	74,892	242,302
Depreciation	2,276	23,113	10,889	5,740	-	42,018	72,269
<b>TOTAL EXPENDITURE</b>	<b>7,285</b>	<b>50,551</b>	<b>21,742</b>	<b>37,332</b>	<b>-</b>	<b>116,910</b>	<b>314,571</b>
<b>SURPLUS/(DEFICIT)</b>	<b>(4,487)</b>	<b>4,634</b>	<b>(10,206)</b>	<b>(31,015)</b>	<b>-</b>	<b>(41,074)</b>	<b>(70,755)</b>

# **IPSWICH SPORTS CLUB**

## **NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED 31 JULY 2020**

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### **6. GENERAL ADMINISTRATION COSTS**

	<b>Unrestricted Funds</b>	<b>Designated Funds</b>	<b>Total Funds 2020</b>	<b>Total Funds 2019</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>ADMINISTRATION COSTS</b>				
Wages, NIC and pension costs	75,093	-	75,093	171,005
Rates	6,585	-	6,585	33,232
Insurance	5,836	-	5,836	10,682
Light and heat	17,039	-	17,039	51,885
Repairs and renewals	14,871	-	14,871	24,981
Cleaning	12,426	-	12,426	41,862
Postage and stationery	351	-	351	1,381
Advertising	1,252	-	1,252	9,183
Telephone	755	-	755	1,469
Computer and IT costs	4,124	-	4,124	7,329
Legal and professional fees	19,104	-	19,104	15,928
Accountancy and audit fees	7,346	-	7,346	10,680
Other expenses	4,223	-	4,223	6,362
Licences	3,280	-	3,280	6,146
Equipment maintenance	1,811	-	1,811	3,074
Depreciation	11,218	-	11,218	19,111
Loss on disposal of fixed assets	-	-	-	-
Irrecoverable VAT	15,763	-	15,763	32,604
	<u>201,077</u>	<u>-</u>	<u>201,077</u>	<u>446,914</u>
<b>FINANCE COSTS</b>				
Bank charges and interest	2,732	-	2,732	6,257
Loan interest	214	-	214	1,196
	<u>2,946</u>	<u>-</u>	<u>2,946</u>	<u>7,453</u>
<b>TOTAL COSTS</b>	<u>204,023</u>	<u>-</u>	<u>204,023</u>	<u>454,367</u>

### **7. OPERATING SURPLUS**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
This is stated after charging:		
Wages, salaries, pension and NI costs	126,366	260,079
Auditors remuneration	3,500	3,800
Non-audit services (taxation and accountancy)	575	975
Depreciation of owned assets	42,842	73,559
Depreciation of leased assets and assets subject to hire purchase	<u>10,395</u>	<u>17,821</u>

## **IPSWICH SPORTS CLUB**

### **NOTES TO THE FINANCIAL STATEMENTS**

#### **FOR THE PERIOD ENDED 31 JULY 2020**

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#### **8. TAXATION**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Analysis of charge in accounts</b>		
<b>Current tax</b>		
UK corporation tax	-	1,605
Prior year overprovision	-	-
Total current tax charge	<u>-</u>	<u>1,605</u>

Corporation tax is provided on non member trading and investment income. There is no liability to tax during the period.

#### **9. STAFF COSTS & EMOLUMENTS**

##### **Staff and Committee**

The Executive Committee of the Club volunteer their services on an unpaid basis and thus there are no staff costs in relation to the Committee with the exception of the General Manager which is a salaried appointment.

No remuneration was paid to any trustee during the year (2019: £Nil).

No out of pocket expenses were paid to Committee members during the year (2019: £Nil)

	<b>2020</b>	<b>2019</b>
<b>Staff numbers</b>		
Administrative, maintenance and bar staff	<u>16</u>	<u>15</u>

#### **10. FIXED ASSET INVESTMENT**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Ordinary £1 shares in Ipswich Sports Club Services Limited	<u>2</u>	<u>2</u>

Ipswich Sports Club is the beneficial owner of 100% of the issued share capital of Ipswich Sports Club Services Limited. The company was formed on 8 March 2016 and began trading on 1 April 2016. Company number 10051239.

The company provides services related to the club's activities at the club site.

Profit/(loss for period)	<u>7,777</u>	<u>-</u>
Aggregate capital and reserves	<u>7,779</u>	<u>2</u>

## **IPSWICH SPORTS CLUB**

### **NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED 31 JULY 2020**

#### **11. FIXED ASSETS**

	COST			DEPRECIATION			NET BOOK VALUE			
	Balance at 1 Jan. 2020	Additions	Disposals	Balance at 1 Jan. 2020	Charge for year	Disposals	Balance at 31 July 2020	Balance at 1 Jan. 2020	Balance at 31 July 2020	
	£	£	£	£	£	£	£	£	£	
<b>CLUB AND GENERAL</b>										
Freehold land and buildings	407,785	-	407,785	-	-	-	-	407,785	407,785	
Car park and driveway	42,202	-	42,202	40,792	823	-	41,615	1,410	587	
Equipment	92,606	-	92,606	87,546	562	-	88,108	5,060	4,498	
Furniture and fittings	140,132	334	140,466	128,677	1,440	-	130,117	11,455	10,349	
Computers	34,884	-	34,884	34,884	-	-	34,884	-	-	
Clubhouse improvements	603,862	-	603,862	219,974	8,394	-	228,368	383,888	375,494	
	<u>1,321,471</u>	<u>334</u>	<u>-</u>	<u>1,321,805</u>	<u>511,873</u>	<u>11,219</u>	<u>-</u>	<u>523,092</u>	<u>809,598</u>	<u>798,713</u>
<b>TENNIS</b>										
All-weather courts	334,043	-	334,043	245,653	15,079	-	260,732	88,390	73,311	
Indoor centre*	396,869	-	396,869	140,830	8,019	-	148,849	256,039	248,020	
Equipment	2,097	-	2,097	1,960	15	-	1,975	137	122	
	<u>733,009</u>	<u>-</u>	<u>-</u>	<u>733,009</u>	<u>388,443</u>	<u>23,113</u>	<u>-</u>	<u>411,556</u>	<u>344,566</u>	<u>321,453</u>
<b>HOCKEY</b>										
Land, pavillion and synthetic sports surface	350,700	-	350,700	178,500	6,125	-	184,625	172,200	166,075	
Astro pitch	271,388	-	271,388	256,426	4,760	-	261,186	14,962	10,202	
Equipment	1,419	-	1,419	1,385	4	-	1,389	34	30	
	<u>623,507</u>	<u>-</u>	<u>-</u>	<u>623,507</u>	<u>436,311</u>	<u>10,889</u>	<u>-</u>	<u>447,200</u>	<u>187,196</u>	<u>176,307</u>
<b>SQUASH</b>										
Squash courts	145,464	-	145,464	40,293	2,121	-	42,414	105,171	103,050	
Equipment	7,793	-	7,793	6,399	155	-	6,554	1,394	1,239	
	<u>153,257</u>	<u>-</u>	<u>-</u>	<u>153,257</u>	<u>46,692</u>	<u>2,276</u>	<u>-</u>	<u>48,968</u>	<u>106,565</u>	<u>104,289</u>
<b>GYMNASIUMN</b>										
Gymnasium	45,745	-	45,745	17,709	667	-	18,377	28,036	27,369	
Equipment	152,762	-	152,762	112,141	5,073	-	117,213	40,621	35,549	
	<u>198,507</u>	<u>-</u>	<u>-</u>	<u>198,507</u>	<u>129,850</u>	<u>5,740</u>	<u>-</u>	<u>135,590</u>	<u>68,657</u>	<u>62,917</u>
<b>TOTALS</b>	<u>3,029,751</u>	<u>334</u>	<u>-</u>	<u>3,030,085</u>	<u>1,513,169</u>	<u>53,237</u>	<u>-</u>	<u>1,566,406</u>	<u>1,516,582</u>	<u>1,463,679</u>

* Includes long term lease:									
Indoor Tennis Centre	255,000		255,000	93,925	5,950		99,875	161,075	155,125
Fixed assets acquired under hire purchase agreement	41,729		41,729	10,201	4,445		14,646	31,528	27,083

## **IPSWICH SPORTS CLUB**

### **NOTES TO THE FINANCIAL STATEMENTS**

#### **FOR THE PERIOD ENDED 31 JULY 2020**

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#### **12. STOCKS**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Cost of bar and food stock	<u>4,352</u>	<u>7,365</u>

#### **13. DEBTORS**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Trade debtors	13,614	11,048
Due from Ipswich Sports Club Services Limited	14,323	37,400
Prepayments	<u>4,017</u>	<u>11,199</u>
	<u>31,954</u>	<u>59,647</u>

Costs related to planning and fees attributable to land owned by Ipswich Sports Club have been transferred to fixed assets.

#### **14. CREDITORS: Amounts falling due within one year**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Bank loan repayable within one year	7,295	15,015
Other loans repayable within one year	17,494	17,494
Capitalised leasing obligation	6,257	5,924
Lloyds finance liability	7,181	6,869
Trade creditors	10,939	24,230
Taxes and social security	7,585	12,724
Other creditors	4,867	6,385
Accruals and deferred income	<u>31,145</u>	<u>65,464</u>
	<u>92,763</u>	<u>154,105</u>

## **IPSWICH SPORTS CLUB**

### **NOTES TO THE FINANCIAL STATEMENTS**

#### **FOR THE PERIOD ENDED 31 JULY 2020**

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#### **15. CREDITORS: Amounts falling due after one year**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Bank loans:</b>		
Total bank loan outstanding	7,295	16,991
Less - amount falling due within one year	<u>(7,295)</u>	<u>(15,015)</u>
Bank loans falling due after one year	<u>-</u>	<u>1,976</u>
<b>Other loans:</b>		
Total LTA loan outstanding	44,185	45,871
Less - amount falling due within one year	<u>(12,244)</u>	<u>(12,244)</u>
LTA loan falling due after one year	<u>31,941</u>	<u>33,627</u>
Total SLTA loan outstanding	6,250	8,000
Less - amount falling due within one year	<u>(5,250)</u>	<u>(5,250)</u>
SLTA loan falling due after one year	<u>1,000</u>	<u>2,750</u>
Lloyds finance (spin bikes & gym equipment)	28,218	32,336
Less - amount falling due within one year	<u>(7,181)</u>	<u>(6,869)</u>
Lloyds finance falling due after one year	<u>21,037</u>	<u>25,467</u>
<b>Total long term loans</b>	53,978	63,820
<b>Long term leasing obligation</b>	<u>116,930</u>	<u>116,227</u>
	<u><u>170,908</u></u>	<u><u>180,047</u></u>

The bank loans are secured by mortgages over the Club's freehold premises.

#### **16. CAPITAL GRANT RESERVE**

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Balance b/fwd at 1 January	70,475	77,246
Grant advanced in this period	<u>-</u>	<u>-</u>
	70,475	77,246
Amortisation of grant in this period	<u>(3,950)</u>	<u>(6,771)</u>
Balance c/fwd at 31 July	<u><u>66,525</u></u>	<u><u>70,475</u></u>

The capital grant received from Sport England is secured over the squash courts in respect of which the grant was made.

## IPSWICH SPORTS CLUB

### NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 JULY 2020

#### 17. RESERVE FUNDS

	2020 £	2019 £
<b>Restricted funds:</b>		
As per note 18	3,195	3,170
<b>Designated fund: LTA sinking fund</b>		
Balance b/fwd at 1 January	161,600	161,600
Add - Transfers to fund	-	-
	<u>161,600</u>	<u>161,600</u>
Less - Transfer from fund	-	-
Balance c/fwd at 31 July	<u>161,600</u>	<u>161,600</u>
<b>Designated fund: LTA sinking fund</b>		
Balance b/fwd at 1 January	72,000	54,000
Add - Transfers to fund	10,500	18,000
Balance c/fwd at 31 July	<u>82,500</u>	<u>72,000</u>
<b>Designated fund: sports activity</b>		
Balance b/fwd at 1 January	-	-
Add - Transfers to fund	41,099	70,376
	<u>41,099</u>	<u>70,376</u>
Less - Deficit before reserve movements	<u>(41,099)</u>	<u>(70,376)</u>
Balance c/fwd at 31 July	<u>-</u>	<u>-</u>
<b>Unrestricted fund: general fund</b>		
Balance b/fwd at 1 January	1,122,902	1,109,983
Add -		
Surplus before reserve movements	10,576	101,295
Transfers to fund	-	-
	<u>1,133,478</u>	<u>1,211,278</u>
Less - Transfer from fund	<u>(51,599)</u>	<u>(88,376)</u>
Balance c/fwd at 31 July	<u>1,081,878</u>	<u>1,122,902</u>
<b>TOTAL FUND BALANCES</b>	<u><u>1,329,173</u></u>	<u><u>1,359,672</u></u>

#### Analysis of net assets between funds:

	Fixed assets less long term liabilities £	Net current assets £	Total 2020 £	Total 2019 £
Designated funds	244,100	-	244,100	233,600
Unrestricted fund	982,148	99,730	1,081,878	1,122,902
Restricted funds (note 18)	-	3,195	3,195	3,170
	<u>1,226,248</u>	<u>102,925</u>	<u>1,329,173</u>	<u>1,359,672</u>

#### Lawn Tennis Sinking Fund

In consideration for providing the grant funding for resurfacing the tennis courts, the Lawn Tennis Association have stipulated that the Club must make transfers into a sinking fund to make future provision for tennis court maintenance. Any necessary future expenditure related to tennis court refurbishments can be met from this fund.

#### Sports activity

Income related to Sports activity is designated to meet sport activity expenditure. Any shortfall is met from the general fund.

The general fund is unrestricted. The LTA Sinking fund and Sports activity fund are designated funds.

## IPSWICH SPORTS CLUB

### NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 JULY 2020

#### 18. RESTRICTED FUNDS

	LTA Academy performance fund £	Tennis Foundation fund £	Tennis development fund £	Suffolk youth tennis fund £	Seniors tennis fund £	Squash futures fund £	2020 Total funds £	2019 Total funds £
<b>Income</b>								
Donations, sponsorship and fund raising				500	235	425	1,160	1,649
	-	-	-	500	235	425	1,160	1,649
<b>Expenditure</b>								
Coaching fees	-	-	-	-	-	-	-	1,152
Tennis wheel chairs and storage facility		135					135	-
Player sponsorship						1,000	1,000	876
	-	135	-	-	-	1,000	1,135	2,028
<b>Surplus/(shortfall)</b>	-	(135)	-	500	235	(575)	25	(379)
Balance brought forward	650	164	310	-	-	2,046	3,170	3,549
Balance carried forward	650	29	310	500	235	1,471	3,195	3,170

# **IPSWICH SPORTS CLUB**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **FOR THE PERIOD ENDED 31 JULY 2020**

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#### **19. RELATED PARTIES**

##### **Professional fees and other services**

Mr N Banks, the Treasurer of Ipswich Sports Club is a partner of Scrutton Bland. The Club paid Scrutton Bland £3,446 for accountancy and professional fees during the period (2019 - £6,080). Miss V Penn, the chairman of Ipswich Sports Club is managing director of Penn Commercial. The Club paid £Nil (2019 - £1,125) to Penn Affiliates an advertising and marketing platform for marketing services during the period.

#### **20. CAPITAL EXPENDITURE**

The Club had no capital commitments as at 31 July 2020 (2019: Nil)

#### **21. CONTINGENT LIABILITIES**

##### **Sport England Grant**

The capital grant of £91,000 received from Sport England could become repayable if the Club ceases to operate, becomes insolvent or breaches any other condition of the grant.

##### **Solar panel arrays**

In the event of the termination of the contract before the expiry date, there is a potential exit charge that is calculated on a pre-determined formula contingent on the amount of time remaining between the cancellation and expiry dates.

#### **22. FINANCIAL COMMITMENTS**

The Club paid operating lease payments of £1,869 during the period (£3,641 - 2019). As at 31 July 2020 the Club had annual commitments under non-cancellable operating leases as follows:

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
<b>Expiry date:</b>		
Within one year	<u>3,203</u>	<u>4,052</u>

These commitments pass to Ipswich Sports Club 2020 Limited (see note 23).

#### **23. POST BALANCE SHEET EVENT**

The club ceased operations as an unincorporated members club and transferred its operating activities, assets, liabilities, undertakings and obligations to Ipswich Sports Club 2020 Limited, (company number 12285852) a company limited by guarantee. The transfer took place at close of business 31 July 2020 under a transfer of Assets and Activities Distribution Agreement.