

Old Owens Association
FINANCIAL STATEMENTS
For the year ended 31 July 2012

Old Owens Association

FINANCIAL STATEMENTS

Year Ended 31 July 2012

CONTENTS	PAGES
Statement of responsibilities of the members of the committee	1
Profit and loss account	2
Balance sheet	3
Notes to the financial statements	4 to 8
 The following pages do not form part of the financial statements	
Chartered accountants' report to the members	9
Detailed profit and loss account	10
Notes to the detailed profit and loss account	11

Old Owens Association

STATEMENT OF RESPONSIBILITIES OF THE MEMBERS OF THE COMMITTEE

Year Ended 31 July 2012

The members of the committee are required by law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the club at the end of the year and of the results for the year then ended.

In preparing those financial statements, the members of the committee are required to select suitable accounting policies, as described on page 5, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The members of the committee must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the club will continue in business.

The members of the committee are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the club and to enable them to ensure that the financial statements comply with the Industrial and Provident Societies Act 1965 and the Friendly and Industrial and Provident Societies Act 1968.

The members of the committee 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.

The members of the committee confirm that they have complied with these requirements.

Signed on behalf of the
members of the committee

Mr E. Dempsey
Secretary

Approved by the members of the committee on

Old Owens Association

PROFIT AND LOSS ACCOUNT

Year Ended 31 July 2012

	Note	2012 £	2011 £
Turnover	2		
Subscriptions and donations		7,621	6,276
Ground hire - affiliated clubs		19,141	20,400
Ground hire - other		10,800	7,847
Pavilion hire		36,843	39,130
Barrelage		–	2,958
		<u>74,405</u>	<u>76,611</u>
Bar expenses		<u>6,547</u>	<u>7,881</u>
Gross profit		67,858	68,730
Expenses			
Ground contractors		12,546	6,153
Ground materials		21,201	17,424
Rates		10,368	10,255
Insurance		5,709	5,307
Premises, repairs and renewals		3,859	5,254
Light and heat		–	710
Depreciation		9,687	9,788
Loss on disposal of fixed assets		–	11
Postage and stationery		2,636	496
General expenses		674	–
Legal and professional fees		444	180
Accountancy fees		1,448	682
Bank charges		242	406
Other interest charges		–	455
		<u>68,814</u>	<u>57,121</u>
(Loss)/profit for the year		<u>(956)</u>	<u>11,609</u>

The accounting policies and notes on pages 4 to 8 form part of these financial statements.

Old Owens Association

BALANCE SHEET

31 July 2012

	Note	2012 £	2011 £
Fixed assets			
Tangible assets	3	630,266	632,882
Investments	4	30	30
		<u>630,296</u>	<u>632,912</u>
Current assets			
Debtors	5	17,385	16,380
Cash at bank		9,802	5,431
		<u>27,187</u>	<u>21,811</u>
Creditors: Amounts falling due within one year	6	38,421	28,964
		<u>(11,234)</u>	<u>(7,153)</u>
Net current liabilities			
		<u>(11,234)</u>	<u>(7,153)</u>
Total assets less current liabilities		619,062	625,759
Creditors: Amounts falling due after more than one year			
Loan owed to Old Owens Sports Clubs Limited		666,090	666,090
Hire purchase repayable in more than one year		3,895	7,195
Greene King loan repayable in more than one year		19,273	21,714
		<u>(70,196)</u>	<u>(69,240)</u>
Reserves			
Profit and Loss Account		(70,196)	(69,240)
Deficiency		<u>(70,196)</u>	<u>(69,240)</u>

These financial statements were approved by the Committee on the and are signed on their behalf by:

Mr T. Lane
Chairman

The accounting policies and notes on pages 4 to 8 form part of these financial statements.

Old Owens Association

ACCOUNTING POLICIES

Year Ended 31 July 2012

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents monies received (excluding value added tax) from letting of premises and other activities.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Furniture and equipment - 25%

The freehold properties are included in the accounts at cost. The buildings are maintained at a high standard for continuous occupation and no depreciation is charged as it would be immaterial in view of the length of the estimated residual life and value of the properties.

Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Old Owens Association

NOTES TO THE FINANCIAL STATEMENTS

Year Ended 31 July 2012

2. Turnover

Turnover includes membership income, donations and ground and pavilion hire.

3. Tangible fixed assets

	Freehold Property £	Fixtures & Fittings £	Total £
Cost			
At 1 August 2011	616,332	61,710	678,042
Additions	–	7,071	7,071
At 31 July 2012	<u>616,332</u>	<u>68,781</u>	<u>685,113</u>
Depreciation			
At 1 August 2011	–	45,160	45,160
Charge for the year	–	9,687	9,687
At 31 July 2012	<u>–</u>	<u>54,847</u>	<u>54,847</u>
Net book value			
At 31 July 2012	<u>616,332</u>	<u>13,934</u>	<u>630,266</u>
At 31 July 2011	<u>616,332</u>	<u>16,550</u>	<u>632,882</u>

Hire purchase agreements

Included within the net book value of £630,266 is £6,924 (2011 - £10,702) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £3,778 (2011 - £3,778).

4. Investments

Shares at cost in Old Owen's Sports Clubs Limited

	Total £
Cost	
At 1 August 2011 and 31 July 2012	<u>30</u>
Net book value	
At 31 July 2012 and 31 July 2011	<u>30</u>

5. Debtors

	2012 £	2011 £
Trade debtors	8,169	6,472
Other debtors	9,216	9,908
	<u>17,385</u>	<u>16,380</u>

Old Owens Association

NOTES TO THE FINANCIAL STATEMENTS

Year Ended 31 July 2012

6. Creditors: Amounts falling due within one year

	2012	2011
	£	£
Trade creditors	17,401	12,101
Other taxation	649	–
Hire purchase agreements	3,600	3,600
Other creditors	16,771	13,263
	<u>38,421</u>	<u>28,964</u>

Other creditors include a loan outstanding to Greene King Plc in less than one year of £2,246 (2011: £2,246).

Old Owens Association

NOTES TO THE FINANCIAL STATEMENTS

Year Ended 31 July 2012

7. Creditors: Amounts falling due after more than one year

	2012	2011
	£	£
Amounts owed to group undertakings	666,090	666,090
Hire purchase agreements	3,895	7,195
Other creditors	19,273	21,714
	<u>689,258</u>	<u>694,999</u>

The loan from Old Owen's Sports Clubs Limited is secured by a legal charge over the freehold title of the sports ground at Coopers Lane in the company's favour, to a limit of £500,000. It is repayable on demand, but the company has indicated that it does not intend to demand repayment within the next twelve months.

During the year ended 31st July 2011 the free trade loan from Greene King Plc was converted from repayment based on barrelage to a loan repayable by instalments. The loan is for a period of 120 months and carries an interest rate of 2% over base rate. The loan carries a minimum purchase obligation of 170 barrels per annum. The committee consider that the new arrangement provides both a greater certainty in repayment and at the same time a reduced obligation to Greene King Plc in terms of require barrelage.

The balance on hire purchase represents amounts owing to D. Webb. The agreement allowed the purchase of new mowers. The agreement is interest free and is repayable by instalments. The final instalment is payable on 31st August 2014.

Loans and Hire Purchase repayable by instalments are due for repayment as follows:

	2012	2011
	£	£
Between one and two years	(6,041)	(6,041)
Between two and five years	(10,059)	(10,919)
More than five years	<u>(7,068)</u>	<u>(11,452)</u>

Loans and Hire Purchase not repayable by instalments are due for repayment as follows:

	2012	2011
	£	£
More than five years	<u>(666,090)</u>	<u>(666,090)</u>

Old Owens Association

NOTES TO THE FINANCIAL STATEMENTS

Year Ended 31 July 2012

8. Operating lease commitments

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

	2012	2011
	£	£
Expiring:		
Between one and five years	<u>3,380</u>	<u>3,380</u>

As part of the termination of the contract with Old Owens Bar and Catering Limited the Association assumed responsibility for operating lease repayments in respect of the Air Conditioning Units in the clubhouse. The leases represent an annual commitment of £3,380 per annum and are due to expire in November 2013.

CHARTERED ACCOUNTANTS' REPORT TO THE MEMBERS OF OLD OWENS ASSOCIATION

You consider that the Club is exempt from an audit for the year ended 31 July 2012. You have acknowledged, on the Balance sheet, your responsibilities for ensuring that the Club keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the Club and of its loss for the financial year.

In accordance with your instructions, we have prepared the financial statements on pages 2 to 8 from the accounting records of the Club and on the basis of information and explanations you have given to us.

We have not carried out an audit or any other review, and consequently we do not express any opinion on these financial statements.

4 Wigmores South
Welwyn Garden City
Hertfordshire
AL8 6PL

.....

GEORGE ARTHUR LTD
Chartered Accountants

Old Owens Association

DETAILED PROFIT AND LOSS ACCOUNT

Year Ended 31 July 2012

	2012	2011
	£	£
Turnover		
Subscriptions and donations	7,621	6,276
Ground hire - affiliated clubs	19,141	20,400
Ground hire - other	10,800	7,847
Pavilion hire	36,843	39,130
Barrelage	–	2,958
	<u>74,405</u>	<u>76,611</u>
Bar expenses		
Cleaning and laundry	1,844	1,355
Equipment rental	3,791	3,877
Equipment repairs and maintenance	912	2,649
	<u>6,547</u>	<u>7,881</u>
Gross profit	67,858	68,730
Overheads		
Ground and pavilion	63,370	54,902
Other expenses	5,444	2,219
	<u>68,814</u>	<u>57,121</u>
(Loss)/profit on ordinary activities	(956)	11,609

Old Owens Association

NOTES TO THE DETAILED PROFIT AND LOSS ACCOUNT

Year Ended 31 July 2012

	2012	2011
	£	£
Ground and pavilion		
Ground contractors	12,546	6,153
Ground materials	21,201	17,424
Rates	10,368	10,255
Insurance	5,709	5,307
Premises, repairs and renewals	3,859	5,254
Light and heat	–	710
Depreciation	9,687	9,788
Loss on disposal of fixed assets	–	11
	<u>63,370</u>	<u>54,902</u>
Administrative expenses		
General expenses		
Postage and stationery	2,636	496
General expenses	674	–
Legal and professional fees	444	180
Accountancy fees	1,448	682
	<u>5,202</u>	<u>1,358</u>
Financial costs		
Bank charges	242	406
Other interest charges	–	455
	<u>242</u>	<u>861</u>
	<u>5,444</u>	<u>2,219</u>