

**Purley Sports Club**  
**Financial Statements**  
**31 March 2023**

**Purley Sports Club**  
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## **Purley Sports Club**

### **Report of the Management Committee Year Ended 31 March 2023**

#### **Club Officials and Trustees**

**President:** J. J. Roe

**Trustees:** R. J. Applebee J. M. Hooff S. Frieze

#### **Management Committee**

P. J. Bright (**Chairman**)

I. C. Black (Treasurer)

N. Keating (Hockey)

R. Sutherland (Tennis)

T. Andrews (Bowls)

R. Whiteley (Club Manager)

M. Ames (Vice Chairman)

A. Sugarman (Cricket)

B. Manning

M. Aldridge (Squash)

A. Roots

Now that we have completed the financial year ending 31 March 2023, I wanted to take a moment to reflect on the progress and achievements we have made under the leadership of our Club Manager, Ryan Whitely. Since his appointment, we have witnessed numerous improvements throughout the Club, and I am sure many of you have noticed the positive changes in the Club's appearance and atmosphere. I have received numerous compliments from returning members who have expressed their appreciation for the enhancements made under Ryan's guidance, and I believe he and his team deserve our heartfelt congratulations for their hard work.

The Club's membership has been steadily growing in most areas, and the investments we have made have resulted in increased membership and income. However, it is important to acknowledge that there is still much work to be done, particularly considering the significant investment required to our ageing buildings. Renovations and maintenance of this nature are always costly. In order to secure our future and make the necessary investments, it is imperative that we continue to increase our income year after year.

During my time as Chairman, in collaboration with our Treasurer, Ian Black, we have managed to fund all our investments through cash flow without resorting to depreciation. While this approach may limit our profit figures, I believe it is the right tactic to ensure the sustainability of our recovery.

I am pleased to report that the financial year under review has yielded a solid surplus of nearly £40K. Considering our investment strategy, as highlighted earlier, this is an excellent performance,


I would like to extend my sincere appreciation to Ian Black, our Treasurer, for his diligent oversight of our ongoing financial recovery. I am confident that under his guidance, our financial position will continue to strengthen.

I would also like to express my gratitude to the Club's Trustees, members of the Management Committee, section Committees, and all volunteers for their unwavering dedication and support throughout the year. It is through their collective efforts that we have been able to achieve these positive results.

As we move forward, I encourage all members to support the Club as much as possible. It is important to recognise that as a multi-sport Club, there will always be competing demands for investment. While it may be impossible to fund all requests simultaneously, we expect a return on our investments to support our long-term goals. The Management team will prioritise areas of investment and remain mindful of the unknown costs associated with our ageing buildings and expiring fixed contracts for utilities. Balancing these factors is a challenging task, but we always strive to be fair to all sections.

I urge you to enjoy all that our Club has to offer and look forward to seeing you regularly at The Ridge. Your continued support is crucial, and together, we can ensure the ongoing success of our beloved Club.

By order of the Committee

A handwritten signature in black ink, appearing to read 'P. J. Bright', written over a horizontal line.

P. J. Bright (Chairman)

27/07/2023

## **Purley Sports Club**

### **Chartered Accountant's report to the Management Committee on the unaudited accounts of Purley Sports Club**

In accordance with the engagement letter dated 17 November 2021, we have prepared for your approval the accounts of Purley Sports Club for the year ended 31 March 2023 which comprise of the Income and Expenditure Account, the Balance Sheet and the related notes from the entity's accounting records and from information and explanations you have given to us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at [icaew.com/membershandbook](http://icaew.com/membershandbook).

This report is made solely to you, in accordance with the terms of our engagement letter dated 17 November 2021. Our work has been undertaken solely to prepare for your approval the accounts of Purley Sports Club and state those matters that we have agreed to state to you in this report in accordance with ICAEW Technical Release TECH08/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Management Committee for our work or for this report.

You have approved the accounts for the year ended 31 March 2023 and have acknowledged your responsibility for them, for the appropriateness of the financial reporting framework adopted and for providing all information and explanations necessary for their compilation.

We have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the accounts.



The McCay Partnership  
Chartered Accountants

Unit 24, Capital Business Centre  
22 Carlton Road  
South Croydon  
Surrey  
CR2 0BS

27 July 2023

**Purley Sports Club**  
**Income and Expenditure Account**  
**for the year ended 31 March 2023**

	Notes	2023 £	2022 £
<b>Income</b>			
Bar and catering net income	2	126,006	107,426
Playing subscriptions	3	221,741	205,506
Non - playing and guest fees		16,234	16,521
Gym		52,687	30,217
Room hire and Bridge		31,668	25,018
Court fees		34,556	23,147
Coaching		72,784	23,688
Donations and Grants	4	35,782	148,948
Other income	5	22,845	12,467
Net fruit machine		6,270	2,942
CRJS furlough grant claims		-	16,426
<b>Total income</b>		<b>620,573</b>	<b>612,306</b>
<b>Expenditure</b>			
Office staff costs		78,678	35,229
Grounds expenses		74,220	64,476
Repairs and renewals		109,270	153,486
Insurance		7,104	5,545
Cleaning and utilities		59,048	51,576
Section expenses	6	190,334	103,317
Professional and consultancy	7	12,957	50,705
Bank costs		12,693	7,370
Office costs		6,365	6,203
Computer support		19,675	24,735
Other expenditure	8	10,864	5,914
<b>Total expenditure before depreciation</b>		<b>581,208</b>	<b>508,556</b>
<b>Net Surplus/(Deficit) for the year before depreciation</b>		<b>39,365</b>	<b>103,750</b>
Depreciation		-	31,057
<b>Surplus/(Deficit) for the year</b>		<b>39,365</b>	<b>72,693</b>
Income and expenditure reserve at 1 April 2022		154,236	81,543
<b>Income and expenditure reserve at 31 March 2023</b>		<b>193,601</b>	<b>154,236</b>

**Purley Sports Club  
Balance Sheet  
as at 31 March 2023**

	Notes	2023 £	2022 £
<b>Current assets</b>			
Bar stocks		14,010	7,951
Debtors	10	4,255	3,465
Cash at bank and in hand		376,482	306,591
		<u>394,747</u>	<u>318,007</u>
<b>Current liabilities</b>			
Trade creditors		33,853	26,601
Other creditors, loans and accruals	11	70,753	46,301
		<u>104,606</u>	<u>72,902</u>
<b>Net current assets</b>		<b>290,141</b>	<b>245,105</b>
<b>Creditors due after more than one year</b>			
Bank Covid Bounce Back loan		(23,333)	(33,333)
<b>Net assets</b>		<b><u>266,808</u></b>	<b><u>211,772</u></b>
<b>Reserves</b>			
Income and expenditure reserve at 1 April 2022			
Balance at start of period		154,236	81,543
Surplus/(Deficit) or the year		39,365	72,693
		<u>193,601</u>	<u>154,236</u>
Tennis sinking fund	12	12,776	12,776
Cricket sinking fund	12	318	10,600
Redevelopment sinking fund	12	42,803	34,160
Bowls sinking fund	12	17,310	
		<u>266,808</u>	<u>211,772</u>

On behalf of the Management Committee we hereby approve these account, which comprise the Income and Expenditure report, Balance Sheet and related Notes, for for the year ended 31 March 2023. Furthermore, we acknowledge our responsibility for these accounts, including the appropriate of the applicable accounting framework as set out in Note 1, and for providing The McCay Partnership with all information and explanations necessary for their compilation.

  
J.C. Black (Treasurer)

27/07/2023

  
P. J. Bright (Chairman)

**Purley Sports Club**  
**Notes to the Accounts**  
**for the year ended 31 March 2023**

**1 Accounting policies**

***Basis of accounting and accounts preparation***

The accounts have been compiled on a basis that enables profits to be calculated in accordance with UK Generally Accepted Accounting Practice.

***Income recognition***

All income is recognised when received.

***Grants***

Grants from Lottery and other funding are taken directly to the balance sheet and shown as a deduction from the cost of any fixed asset acquired by the funding (if applicable).

***Tangible fixed assets***

Tangible fixed assets were initially recorded at cost and then depreciated at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life as follows:

Tennis courts	Over 10 years
Building extension and pavillion	Over 15 years
Plant and grounds equipment	25% reducing balance
Office and catering equipment	Over 4 years

In 2022 the Club depreciated all of its assets with a net book value fully in the year. Given the surplus produced in that year after significant expenditure on improving the Club's facilities it was decided that no further material fixed asset additions would be made and capitalised. For the foreseeable future this will continue to be the Club's policy unless circumstances dictate otherwise. By adopting this new policy future generations of the Club should not be burdened with additional depreciation charges.

***Leasing***

Operating lease payments and rents are recognised as an expense on a straight line basis over the lease term. The Club had no finance lease obligation leases at the balance sheet date.

***Sinking Funds***

The Club maintains sinking funds for the future replacement of material assets and significant expenditure in respect of certain sections of the club. In addition, as capital reductions in the amount due to Marston's continued in the year these reductions were reflected in a corresponding increase to the general redevelopment fund (see Note 12).

**Purley Sports Club**  
**Notes to the Accounts**  
**for the year ended 31 March 2023**

<b>2 Net Bar and Catering income</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Bar sales	410,968	323,198
Bar purchases and equipment repairs	(188,505)	(129,216)
Bar salaries	(108,834)	(96,108)
Kitchen franchise fee	12,377	9,552
	<u>126,006</u>	<u>107,426</u>
<b>3 Playing Subscription income</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Bowls (including short mat)	30,124	25,559
Cricket	61,357	52,775
Hockey	7,085	5,031
Netball	1,742	-
Squash	34,038	32,889
Tennis	76,339	84,298
Rackets	11,056	4,954
	<u>221,741</u>	<u>205,506</u>
<b>4 Donations and Grants</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
LMCT	-	30,000
Other	35,782	118,948
	<u>35,782</u>	<u>148,948</u>
<b>5 Other income</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Bank interest	374	16
Reception sales	437	797
Eon-feed-in tariff	2,689	2,454
Rental income	19,345	9,200
	<u>22,845</u>	<u>12,467</u>

**Purley Sports Club**  
**Notes to the Accounts**  
**for the year ended 31 March 2023**

<b>6 Section expenditure</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Bowls	2,708	2,133
Cricket	68,617	46,254
Gym retainer	3,439	4,865
Hockey	3,951	4,122
Tennis	84,518	37,995
Squash	18,964	7,948
Netball	8,137	-
	<u>190,334</u>	<u>103,317</u>
<b>7 Legal, professional and consultancy</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Accountancy and software	5,791	302
PRS licences	-	1,685
Legal fees	-	-
Consultancy and bookkeeping	7,166	48,718
	<u>12,957</u>	<u>50,705</u>
<b>8 Other expenses</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Rates	2,375	1,196
Rent	5,584	3,532
Sundries	2,905	1,186
	<u>10,864</u>	<u>5,914</u>

**Purley Sports Club**  
**Notes to the Accounts**  
**for the year ended 31 March 2023**

**9 Tangible fixed assets**

	Grounds and £	Office and IT £	Leasehold assets £	Total £
<b>Cost</b>				
At 1 April 2022	228,429	3,300	627,390	859,119
At 31 March 2023	<u>228,429</u>	<u>3,300</u>	<u>627,390</u>	<u>859,119</u>
<b>Depreciation</b>				
At 1 April 2022	228,429	3,300	627,390	859,119
At 31 March 2023	<u>228,429</u>	<u>3,300</u>	<u>627,390</u>	<u>859,119</u>
<b>Net book value</b>				
At 31 March 2023	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**10 Debtors**

	2023 £	2022 £
Trade debtors	3,955	-
Staff loans	300	3,465
	<u>4,255</u>	<u>3,465</u>

**11 Other creditors, loans and accruals**

	2023 £	2022 £
VAT liability	6,254	4,302
PAYE and pensions liability	754	3,700
Brewery sponsorship (ii)	38,293	8,498
LTA loan (i)	8,000	10,000
LTA Covid loan	1,666	3,333
Bank Covid Bounce Back Loan	10,000	10,000
Members balances	5,786	6,468
	<u>70,753</u>	<u>46,301</u>

(i) The Lawn Tennis Association granted the Club an interest free loan £20,000 repayable over 10 years for tennis court resurfacing. The first annual payment was made in 2017 and annually thereafter. It is the intention of the Club to repay the loan in full by March 2027 - although there is the option to pay earlier.

(ii) Marston's Brewery granted the Club a loan of £40,000 in February 2023. Assuming the the Club meet the barrelage requirements the loan will not have to be repaid. Accordingly, the Club has now reflected the reduction in the outstanding loan balance at 31 March 2023 and this reduction has funded a corresponding increase in the value of the Club Development Sinking Fund (see Note 12).

**Purley Sports Club**  
**Notes to the Accounts**  
**for the year ended 31 March 2023**

<b>12 Sinking Funds</b>	<b>Cricket fund</b>	<b>Tennis fund</b>	<b>Bowls fund</b>	<b>Redevelopment fund</b>
Funds at 1 April 2022	10,600	12,776		34,160
Transfer from Purley Bowls Club			<b>20,000</b>	
Fund expenditure in the year	<b>(10,282)</b>		<b>(2,690)</b>	
Transfer - Marston's loan				<b>8,643</b>
Funds at 31 March 2023	<u><b>318</b></u>	<u><b>12,776</b></u>	<u><b>17,310</b></u>	<u><b>42,803</b></u>

The club continues to build the Club Development Fund to cover significant future costs, for example a new pitched roof over the squash courts. The other section funds shown above continue to operate as intended, but now the entire membership can see the total resources available to the Club as a whole.

<b>13 Operating lease commitments</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Annual rent payable to Purley Cricket Club	<b>3,162</b>	3,162
	<u><b>3,162</b></u>	<u>3,162</u>