

DRAFT FINANCIAL STATEMENTS FOR APPROVAL

Leinster Badminton Branch Ireland
Executive Committees' report and financial statements
for the year ended 31 December 2019

DRAFT FINANCIAL STATEMENTS FOR APPROVAL

Leinster Badminton Branch Ireland

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Leinster Badminton Branch Ireland

Executive Committee and other information

President	Catherine Smyth
Chairperson	David Murphy
Honourary Treasurer	Kevin McGrath
General Secretary	Betty Luttrell - Acting
Trustees	Brian Herman Tommy McGrath Har Allison
Auditors	Cronin & Company Chartered Certified Accountant & Registered Auditor 1 Terenure Place Terenure Dublin 6w
Bankers	Ulster Bank Walkinstown Cross Dublin 12.
Solicitors	No Current Appointment

Leinster Badminton Branch Ireland

Executive Committee's Report

The executive committee submit their report and audited financial statements for the year ended 31 December 2019.

Statement of responsibilities of the Executive Committee

The executive committee are required to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the branch and of the surplus or deficit of the branch for that period. In preparing those financial statements, the executive committee 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 company will continue in business.

The executives confirm that they have complied with the above requirements in preparing the financial statements.

The executive committee are responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the branch and to enable them to ensure that the financial statements are prepared in accordance with accounting standards generally accepted in Ireland. They are also responsible for safeguarding the assets of the branch and hence, for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Results

	€
Surplus/(Loss) for the year after providing for depreciation and before transfers to funds	19,064
Exceptional item - Amortisation expedited	31,832
Total Surplus/(Loss)	<u>50,896</u>

Review of the branch

The branch's principal activity during the year was facilitation of badminton activities. The executive committee consider the level of activity and the year end financial position to be satisfactory.

Future developments

The main activities of the branch remain unchanged and the committee anticipate that any future developments would relate to these activities.

Leinster Badminton Branch Ireland

Events since the year end

Since the year end the club has been severely impacted by the effects of Covid-19. The precautionary lock down steps taken nationwide have significantly curtailed the ability of the club's operation and ability to generate income. These restrictions have a significant negative impact on the 2020 activity of the club. The club has availed of Government led financial supports including the wage subsidy scheme during this period. The executive committee are satisfied that the club has taken all available steps to ensure that it can navigate through this difficult and unprecedented period.

Auditors

We confirm that we have made available to Cronin & Company, Chartered Certified Accountants, all the accounting records of Leinster Badminton Branch Ireland and have provided them with all the information necessary for the preparation of the Financial Statements for the year ended 31 December 2019. We confirm that Cronin & Company will remain in office for the next year.

On behalf of the board

President

Chairman

Date:

DRAFT FINANCIAL STATEMENTS FOR APPROVAL

Leinster Badminton Branch Ireland

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF LEINSTER BADMINTON BRANCH

We have audited the attached financial statements which have been prepared under the historical cost convention.

Respective responsibilities of executive and auditors

As described in the Executive Committee's responsibilities, the Committee is responsible for the preparation of financial statements. It is our responsibilities to form an independent opinion, based on our audit, on those statements and report our opinion to you.

Basis of opinion

We conducted our audit in accordance with the Auditing Standards issued by the Auditing Practices Board. An audit includes an examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Committee in the preparation of the financial statements, and of whether the accounting policies are consistent applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion these financial statements give a true and fair view of the state of the affairs of the club as at 31 December 2019 and of its surplus for the year ended on that date.

Michael Cronin
For and on behalf of
Cronin & Company
Chartered Certified Accountant & Registered
Auditor
1 Terenure Place
Terenure
Dublin 6w

Date:

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Leinster Badminton Branch Ireland

**Income and Expenditure Account
for the year ended 31 December 2019**

	Continuing operations	
	2019	2018
	€	€
Income		
Affiliation fees	48,215	48,127
Competitions	104,559	52,011
Rent Received	62,144	116,614
Hall Income	319,564	288,815
Other Income	72,648	44,582
Total Income	<u>607,130</u>	<u>550,149</u>
Resources expended		
Administration expenses	241,072	198,475
Activity expenses	96,705	73,352
Operating expenses	217,004	224,591
Financial expenses	33,285	27,240
Total expenditure	<u>588,066</u>	<u>523,658</u>
Surplus before distributions	19,064	26,491
Transfer to Centre Development fund	-	-
Surplus/ (Loss) for the period	19,064	26,491
Exceptional Items - Amortised expeditied	31,832	-
Total Surplus/ (Loss) for the period	<u>50,896</u>	<u>26,491</u>

On behalf of the Executive Committee

President

Chairman

Date:

The notes on pages 8 to 14 form an integral part of these financial statements.

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Leinster Badminton Branch Ireland

**Balance sheet
as at 31 December 2019**

	Notes	2019		2018	
		€	€	€	€
Fixed assets					
Tangible assets	4		1,388,957		1,455,780
Current assets					
Stocks		1,300		1,300	
Debtors	5	100,018		107,496	
Prize bonds		57		57	
Cash at bank and in hand		80,293		37,761	
		<u>181,668</u>		<u>146,614</u>	
Creditors: amounts falling due within one year	6	<u>(139,282)</u>		<u>(119,013)</u>	
Net current assets			<u>42,386</u>		<u>27,601</u>
Total assets less current liabilities			1,431,343		1,483,381
Creditors: amounts falling due after more than one year	7		(76,531)		(130,660)
Net assets			<u>1,354,812</u>		<u>1,352,721</u>
Capital and reserves					
Capital fund	9		591,025		591,025
Accumulated club funds			330,471		279,575
<u>Building Reserves</u>					
Cospoir grant	10		21,466		56,927
Dept. of Arts, Sports & Tourism grant	11		132,683		136,483
General building fund	12		130,917		134,711
Centre Development fund	13		148,250		154,000
			<u>1,354,812</u>		<u>1,352,721</u>

On behalf of the Executive Committee

President

Chairman

Date:

The notes on pages 8 to 14 form an integral part of these financial statements.

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Leinster Badminton Branch Ireland

**Cash flow statement
for the year ended 31 December 2019**

	Notes	2019 €	2018 €
Reconciliation of operating loss to net cash inflow from operating activities			
Operating Profit		19,064	26,491
Depreciation		70,331	71,280
Decrease in debtors		7,478	5,270
Increase in creditors		20,269	(53,696)
Government grant released		(16,972)	(15,883)
Net cash inflow from operating activities		<u>100,170</u>	<u>33,462</u>
Cash flow statement			
Interest charged		7,190	5,450
Acquisitions and disposals		(3,509)	-
Loan term loan (repayments)/drawdown		(61,319)	(57,357)
		<u>(57,638)</u>	<u>(51,907)</u>
Increase/(decrease) in cash in the year		<u>42,532</u>	<u>(18,445)</u>
Reconciliation of net cash flow to movement in net funds			
Increase/(decrease) in cash in the year		42,532	(18,445)
Net funds at 1 January 2019		<u>37,761</u>	<u>56,206</u>
Net funds at 31 December 2019		<u>80,293</u>	<u>37,761</u>

**Notes to the financial statements
for the year ended 31 December 2019**

1. Statement of accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

1.1. Basis of preparation

The audited financial statements have been prepared in accordance with accounting standards generally accepted in Ireland and the Companies Act 2014. Accounting Standards generally accepted in Ireland in preparing financial statements giving a true and fair view are those issued by the Financial Reporting Council.

1.2. Tangible assets and depreciation

Tangible assets are stated at cost less accumulated depreciation and accumulated impairment loss. Cost includes all costs that are directly attributable to bringing the asset into working condition for its intended use.

Depreciation

Depreciation is provided on all tangible assets, at rates calculated to write off the cost less estimated residual value, of each asset systematically over its expected useful life, as follows:

Leasehold properties	-	2% Straight Line
Plant and machinery	-	12.5% Straight Line
Fixtures, fittings and equipment	-	12.5% Straight Line

1.3. Stock

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost includes all costs incurred in the normal course of business in bringing the product or service to its present location and condition.

1.4. Grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the profit and loss account as the related expenditure is incurred.

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Leinster Badminton Branch Ireland

**Notes to the financial statements
for the year ended 31 December 2019**

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2. Employees

Number of employees

The average monthly numbers of employees during the year were:

2019	2018
24	24

Employment costs

Wages and salaries
Social insurance costs

2019	2018
€	€
193,133	143,942
19,098	12,930
<u>212,231</u>	<u>156,872</u>

3. Connected Clubs

The branch has two connected clubs, Midland Branch Badminton Club and Baldoyle Badminton Club.

The following balances are included in debtors/(creditors) in respect of amounts due from/(to) connected clubs:

	2019	2018
	€	€
Midland Branch Badminton Club	52,405	61,662
Baldoyle Badminton Club	34,137	18,876
	<u>86,542</u>	<u>80,538</u>

The amounts due from both Midland Branch and Baldoyle Branch will not be provided for at present, however the respective Treasurers have agreed they will not be repayable in the short to medium term.

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Leinster Badminton Branch Ireland

**Notes to the financial statements
for the year ended 31 December 2019**

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4. Tangible assets

	Freehold Buildings	Fixtures & fittings	Office equipment	Total
	€	€	€	€
Cost				
At 1 January 2019	2,353,261	285,308	34,456	2,673,025
Additions	-	-	3,509	3,509
At 31 December 2019	<u>2,353,261</u>	<u>285,308</u>	<u>37,965</u>	<u>2,676,534</u>
Depreciation				
At 1 January 2019	984,187	198,603	34,456	1,217,246
Charge for the year	46,743	22,886	702	70,331
At 31 December 2019	<u>1,030,930</u>	<u>221,489</u>	<u>35,158</u>	<u>1,287,577</u>
Net book values				
At 31 December 2019	<u>1,322,331</u>	<u>63,819</u>	<u>2,807</u>	<u>1,388,957</u>
At 31 December 2018	<u>1,369,074</u>	<u>86,705</u>	<u>-</u>	<u>1,455,778</u>

5. Debtors

	2019	2018
	€	€
Trade debtors	7,334	26,958
Midland Branch	52,405	61,662
Baldoyle Badminton Club	34,137	18,876
Prepayments and accrued income	6,142	-
	<u>100,018</u>	<u>107,496</u>

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**Notes to the financial statements
for the year ended 31 December 2019**

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**6. Creditors: amounts falling due
within one year**

	2019	2018
	€	€
<i>Loans & other borrowings</i>		
Bank loan	61,318	61,318
<i>Other creditors</i>		
Trade creditors	7,249	13,363
Other creditors	23,018	23,630
Accruals	40,532	5,228
Deferred income	-	10,837
<i>Taxation creditors</i>		
PAYE/PRSI	7,165	4,637
	<u>139,282</u>	<u>119,013</u>

**7. Creditors: amounts falling due
after more than one year**

	2019	2018
	€	€
Bank loans	<u>76,531</u>	<u>130,660</u>

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**Notes to the financial statements
for the year ended 31 December 2019**

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8. Accruals and deferred income

	2019	2018
	€	€
Government grants		
At 1 January 2019	193,410	199,755
Released in year	7,428	7,428
At 31 December 2019	<u>185,982</u>	<u>192,327</u>

9. Capital fund

	2019	2018
	€	€
Capital fund brought forward	<u>591,025</u>	<u>591,025</u>

10. COSPOIR Grant

	2019	2018
	€	€
Total received	<u>126,974</u>	<u>126,974</u>
<i>Amortisation:</i>		
Balance at 1 January 2019	70,047	67,508
Amortised during the period	3,628	2,539
Exceptional items - amortisation expedited	31,833	
Balance at 31 December 2019	<u>105,508</u>	<u>70,047</u>
Net book value	<u>21,466</u>	<u>56,927</u>

A contingent liability exists to repay the Cospoir grant received of €126,974 if the Leinster Branch of the Badminton Union of Ireland disposes of the Baldoyle premises within 35 years from November 1989.

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**Notes to the financial statements
for the year ended 31 December 2019**

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11. Department of Arts, Sports and Tourism Grant

	2019	2018
	€	€
Total received	190,000	190,000
<i>Amortisation:</i>		
Balance at 1 January 2019	53,517	49,717
Amortised during the period	3,800	3,800
Balance at 31 December 2019	57,317	53,517
Net book value	<u>132,683</u>	<u>136,483</u>

12. Building fund

	2019	2018
	€	€
Total received	189,705	189,705
<i>Amortisation:</i>		
Balance at 1 January 2019	54,994	51,200
Amortised during the period	3,794	3,794
Balance at 31 December 2019	58,788	54,994
Net book value	<u>130,917</u>	<u>134,711</u>

This fund arises from levies collected from members. It is released to the income and expenditure account over the life of the related freehold additions that it part funded in 2003.

13. Centre Development Fund

	2019	2018
	€	€
Balance at 1 January 2019	154,000	159,750
Net increase in the year	-	-
Net decrease in the year	5,750	5,750
Balance at 31 December 2019	<u>148,250</u>	<u>154,000</u>

The Centre Development Fund is released over 25 years commencing the year after it is transferred into the fund.

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**Notes to the financial statements
for the year ended 31 December 2019**

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14. Accounting periods

The current accounts are for a full year. The comparative accounts are for a full year.

15. Approval of financial statements

The Executive Committee approved these financial statements for issue on

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**Breakdown of Income and expenditure account
and expenses schedule
for the year ended 31 December 2019**

	2019	2018
	€	€
Hall income		
Court Hire	319,564	288,815
	<u>319,564</u>	<u>288,815</u>
Other income		
Cospoir grant amortised	3,628	2,539
Depart. of Arts, Sports & Tourism grant amortised	3,800	3,800
Building fund amortised	3,794	3,794
Centre Development fund amortised	5,750	5,750
Coaching/squad income	13,149	20,712
Shuttles	1,659	3,995
Sundry income	40,868	3,992
	<u>72,648</u>	<u>44,582</u>

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**Breakdown of Income and expenditure account
and expenses schedule
for the year ended 31 December 2019**

	2019	2018
	€	€
Administrative expenses		
Wages and salaries	193,133	143,942
Employer's PRSI/NI contributions	19,098	12,930
Cleaning	10,160	29,279
Printing, postage and stationery	2,135	2,833
Computer costs	11,644	6,450
General expenses	4,902	2,641
Charitable donations - covenanted	-	400
	<hr/>	<hr/>
	241,072	198,475
Activity expenses		
Inter-county activities	-	4,900
Representative matches	6,422	7,821
Tournaments	60,746	40,750
Coaching	7,153	3,835
Shuttles	22,384	16,046
	<hr/>	<hr/>
	96,705	73,352
Operating expenses		
Rates	10,539	30,703
Insurance	21,030	13,961
Light and heat	51,548	62,453
Repairs and maintenance	35,949	34,244
Alarms, security & fire monitoring and maint.	11,825	10,127
Advertising	2,548	100
Telephone	2,554	1,723
Hire of equipment	8,866	-
Subscriptions	1,814	-
Depreciation on plant and machinery	70,331	71,280
	<hr/>	<hr/>
	217,004	224,591
Financial expenses		
Legal and professional	9,107	3,480
Consultancy fees	461	-
Audit	6,150	6,765
Bookkeeping	7,380	7,841
Bank charges	2,997	3,704
Bank interest and charges	7,190	5,450
	<hr/>	<hr/>
	33,285	27,240
	<hr/>	<hr/>