

Charity Registration No. 1168783

ASG COMMUNITY GYMNASTICS CLUB
CHARITABLE INCORPORATED ORGANISATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 APRIL 2019

ASG COMMUNITY GYMNASTICS CLUB

CHARITABLE INCORPORATED ORGANISATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	J Parry S McGranaghan S Cox
Charity number	1168783
Principal address	Arch 11 Byron Close Thamesmead Kent SE28 8AA
Independent examiner	Baxter & Co Lynwood House Crofton Road Orpington Kent BR6 8QE

ASG COMMUNITY GYMNASTICS CLUB

CHARITABLE INCORPORATED ORGANISATION

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ASG COMMUNITY GYMNASTICS CLUB

CHARITABLE INCORPORATED ORGANISATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2019

The trustees present their report and financial statements for the year ended 5 April 2019.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

Objectives and activities

The charity's objects is the promotion of community participation in healthy recreation in particular by the provision of facilities for the participation of gymnastics.

The main activities undertaken for the public benefit have been providing recreational gymnastics classes to the local community, and providing fun days and gymnastics events for children of all ages.

The policies adopted in furtherance of these objects are as per the governing document.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

During this year, the charity's gymnastics club has grown. The charity now has over 250 members participating in weekly classes including pre-school aged children, teenagers, adults and children with both physical and learning disabilities. We also run gymnastics themed birthday parties, which have been very popular with both existing members and new clients.

Achievements and performance

Financial review

We are pleased to have increased our income for the charity throughout the year. This has been due to an increased number of participants in our classes. We have therefore employed a higher number of staff to be able to cope with the increased demand.

During the period, income was £129,831 with total expenses being £115,516, this has resulted in a surplus for the period of £14,315 (2018 : £39,776).

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is a Charitable Incorporated Organisation (CIO) and was established by a charitable trust deed on 15 August 2016.

The trustees who served during the year and up to the date of signature of the financial statements were:

J Parry

S McGranaghan

S Cox

Trustees are selected for their skills, knowledge and experience that the charity requires. They are appointed initially for a term of 3 years by a resolution passed at a meeting of the charity trustees.

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

ASG COMMUNITY GYMNASTICS CLUB
CHARITABLE INCORPORATED ORGANISATION
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 5 APRIL 2019

The trustees' report was approved by the Board of Trustees.

J Parry
Trustee
Dated: 1 February 2021

ASG COMMUNITY GYMNASTICS CLUB
CHARITABLE INCORPORATED ORGANISATION
INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF ASG COMMUNITY GYMNASTICS CLUB

I report to the trustees on my examination of the financial statements of ASG Community Gymnastics Club (the charity) for the year ended 5 April 2019.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Andrew Morgan Meredith BA (Hons) FCCA
Lynwood House
Crofton Road
Orpington
Kent
BR6 8QE

Dated: 2 February 2021

ASG COMMUNITY GYMNASTICS CLUB
CHARITABLE INCORPORATED ORGANISATION
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 5 APRIL 2019

		Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £	Unrestricted funds 2018 £	Restricted funds 2018 £	Total 2018 £
	Notes						
<u>Income from:</u>							
Donations and legacies	3	7,511	-	7,511	-	35,995	35,995
Charitable activities	4	122,320	-	122,320	48,480	-	48,480
Total income		<u>129,831</u>	<u>-</u>	<u>129,831</u>	<u>48,480</u>	<u>35,995</u>	<u>84,475</u>
<u>Expenditure on:</u>							
Charitable activities	5	108,317	7,199	115,516	44,709	-	44,709
Net income/(expenditure) for the year/ Net movement in funds		21,514	(7,199)	14,315	3,771	35,995	39,766
Fund balances at 6 April 2018		(5,084)	35,995	30,911	(8,855)	-	(8,855)
Fund balances at 5 April 2019	12	<u>16,430</u>	<u>28,796</u>	<u>45,226</u>	<u>(5,084)</u>	<u>35,995</u>	<u>30,911</u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

ASG COMMUNITY GYMNASTICS CLUB
CHARITABLE INCORPORATED ORGANISATION
BALANCE SHEET

AS AT 5 APRIL 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	9		37,559		5,152
Current assets					
Cash at bank and in hand		16,211		41,111	
Creditors: amounts falling due within one year	11	(8,544)		(15,352)	
Net current assets			7,667		25,759
Total assets less current liabilities			45,226		30,911
Income funds					
Restricted funds	12		28,796		35,995
Unrestricted funds	12		16,430		(5,084)
			45,226		30,911

The financial statements were approved by the Trustees on 1 February 2021

J Parry
Trustee

ASG COMMUNITY GYMNASTICS CLUB

CHARITABLE INCORPORATED ORGANISATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2019

1 Accounting policies

Charity information

ASG Community Gymnastics Club is a Charitable Incorporated Organisation (CIO) and is governed by its trust deed dated 15 August 2016.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are for the installation of a trampoline and high bar area at the gym.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Grant income is restricted and can only be used for the specific purpose detailed in the grant documents.

ASG COMMUNITY GYMNASTICS CLUB
CHARITABLE INCORPORATED ORGANISATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 5 APRIL 2019

1 Accounting policies

(Continued)

1.5 Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support and governance costs are allocated to the applicable expenditure headings.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings	15% reducing balance
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

ASG COMMUNITY GYMNASTICS CLUB
CHARITABLE INCORPORATED ORGANISATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 5 APRIL 2019

1 Accounting policies

(Continued)

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.9 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Restricted funds
	2019	2018
	£	£
Other grants	7,511	35,995

ASG COMMUNITY GYMNASTICS CLUB
CHARITABLE INCORPORATED ORGANISATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 5 APRIL 2019

4 Charitable activities

	Charitable Income 2019 £	Charitable Income 2018 £
Membership fees	1,610	2,904
Merchandise income	1,652	1,714
Hire of hall	4,745	2,780
Freelance coaches fees	7,816	-
Gymnastic lessons	106,497	41,082
	<u>122,320</u>	<u>48,480</u>

All charitable income noted above is unrestricted

5 Charitable activities

	Charitable Expenditure 2019 £	Charitable Expenditure 2018 £
Depreciation and impairment	9,390	-
Share of support costs (see note 6)	104,626	43,209
Share of governance costs (see note 6)	1,500	1,500
	<u>115,516</u>	<u>44,709</u>
Analysis by fund		
Unrestricted funds	108,317	44,709
Restricted funds	7,199	-
	<u>115,516</u>	<u>44,709</u>

ASG COMMUNITY GYMNASTICS CLUB
CHARITABLE INCORPORATED ORGANISATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 5 APRIL 2019

6 Support costs

	Support costs	Governance costs	2019	Support costs	Governance costs	2018
	£	£	£	£	£	£
Staff costs	74,027	-	74,027	32,004	-	32,004
Coaches, training and membership fees	1,156	-	1,156	3,319	-	3,319
Gym supplies	9,832	-	9,832	-	-	-
Website and internet fees	452	-	452	176	-	176
Printing, postage and stationery	2,448	-	2,448	250	-	250
Repairs, maintenance and cleaning	4,353	-	4,353	1,097	-	1,097
Accountancy	-	1,500	1,500	-	1,500	1,500
Advertising	1,845	-	1,845	818	-	818
Motor expenses	1,625	-	1,625	294	-	294
Sundry expenses	497	-	497	454	-	454
Bank charges	260	-	260	189	-	189
Property costs	8,131	-	8,131	4,608	-	4,608
	<u>104,626</u>	<u>1,500</u>	<u>106,126</u>	<u>43,209</u>	<u>1,500</u>	<u>44,709</u>
Analysed between Charitable activities	<u>104,626</u>	<u>1,500</u>	<u>106,126</u>	<u>43,209</u>	<u>1,500</u>	<u>44,709</u>

Governance costs includes a payment of £1,500 (2018 : £1,500) for accountancy fees.

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

8 Employees

Number of employees

The average monthly number of employees during the year was:

	2019	2018
	Number	Number
	<u>14</u>	<u>6</u>
Employment costs	2019	2018
	£	£
Wages and salaries	<u>74,027</u>	<u>32,004</u>

ASG COMMUNITY GYMNASTICS CLUB
CHARITABLE INCORPORATED ORGANISATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 5 APRIL 2019

9 Tangible fixed assets

	Fixtures and fittings
	£
Cost	
At 6 April 2018	5,152
Additions	41,797
	<u> </u>
At 5 April 2019	46,949
	<u> </u>
Depreciation and impairment	
Depreciation charged in the year	9,390
	<u> </u>
At 5 April 2019	9,390
	<u> </u>
Carrying amount	
At 5 April 2019	37,559
	<u> </u>
At 5 April 2018	5,152
	<u> </u>

10 Loans and overdrafts

	2019	2018
	£	£
Loans from related parties	5,044	13,352
	<u> </u>	<u> </u>
Payable within one year	5,044	13,352
	<u> </u>	<u> </u>

11 Creditors: amounts falling due within one year

	2019	2018
	£	£
Amounts due to related parties	5,044	13,352
Accruals and deferred income	3,500	2,000
	<u> </u>	<u> </u>
	8,544	15,352
	<u> </u>	<u> </u>

All liabilities relate to unrestricted funds.

ASG COMMUNITY GYMNASTICS CLUB
CHARITABLE INCORPORATED ORGANISATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 5 APRIL 2019

12 Funds

The income funds of the charity include restricted funds and unrestricted funds comprising the following unexpended balances of donations, grants and fixed assets held on trust for specific purposes:

	Movement in funds				
	Balance at 6 April 2018	Incoming resources	Resources expended	Transfers	Balance at 5 April 2019
	£	£	£	£	£
Restricted Funds - Spendable	35,995	-	-	(35,995)	-
Restricted Funds - Fixed Assets	-	-	(7,199)	35,995	28,796
	-	-	-	-	-
Unrestricted Funds - Spendable	(10,236)	129,831	(106,126)	(5,802)	7,667
Unrestricted Funds - Fixed Assets	5,152	-	(2,191)	5,802	8,763
	<u>30,911</u>	<u>129,831</u>	<u>(115,516)</u>	<u>-</u>	<u>45,226</u>

Funds noted above represent both amounts available for spending and amounts invested in fixed assets by the charity.

Spendable funds relate to amounts available for spending by the charity to further its' charitable objectives. Fixed asset funds represent the net book value of tangible assets purchased.

13 Analysis of net assets between funds

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £	Unrestricted funds 2018 £	Restricted funds 2018 £	Total 2018 £
Fund balances at 5 April 2019 are represented by:						
Tangible assets	8,763	28,796	37,559	5,152	-	5,152
Current assets/ (liabilities)	7,667	-	7,667	(10,236)	35,995	25,759
	<u>16,430</u>	<u>28,796</u>	<u>45,226</u>	<u>(5,084)</u>	<u>35,995</u>	<u>30,911</u>

Restricted funds are for the purchase and installation of trampoline and high bar area at the gym.

14 Related party transactions

During the year a partnership, controlled by J Parry and S McGranaghan, repaid the charity £8,308 resulting in £5,044 (2018 : £13,352) being owed by the charity, as shown in note 11 to the accounts.