

Charity Registration No. 1070366

Company Registration No. 03461835 (England and Wales)

**BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION
LIMITED**

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2017

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr S Bowker Mr D Bailey Mr C Smith Mrs S Bowker Mr G Brocklebank	(Appointed 16 January 2017)
-----------------	--	-----------------------------

Secretary	Mr C Smith
------------------	------------

Charlty number	1070366
-----------------------	---------

Company number	03461835
-----------------------	----------

Registered office	Hoops Basketball Centre Thornccliffe Road Barrow in Furness Cumbria LA14 5QA
--------------------------	--

Independent examiner	JL Winder & Co 125 Ramsden Square Barrow in Furness Cumbria LA14 1XA
-----------------------------	--

Bankers	Lloyds Bank 140-146 Dalton Road Barrow in Furness Cumbria LA14 1JH
----------------	--

	NatWest Bank PLC - Barrow 113 Dalton Road Barrow in Furness Cumbria LA14 1WY
--	--

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

CONTENTS

	Page
Trustees' report	1 - 3
Independent examiner's report	4
Statement of financial activities	5
Balance sheet	6
Notes to the financial statements	7 - 14

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 AUGUST 2017

The trustees present their report and financial statements for the year ended 31 August 2017.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006, the Charities Act 2011 and the Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities published on 16 July 2014.

Objectives and activities

The charity's objects are to promote the education of children, young persons and the general public and to improve the quality of life for all such persons by providing basketball and other sporting and recreational facilities for the community of the Furness peninsula areas of Cumbria.

To achieve this the company;

- Offers opportunities for a broad range of people to get involved in sporting activities
- Provides facilities for both able and disabled people to be involved in sporting activities
- Helps young people to develop their sporting abilities
- Promotes sporting events to allow people in the Furness area to watch sportspersons of higher ability perform
- Allows local schools to use the sports centre, owned by the charity, at very special rates to encourage education of children in sport

There has been no change in these during the year.

The charity's aim is to generate sufficient income to meet the cost of running the sports centre. The Trustee's are mindful of the need to continue to raise funds.

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

Achievements and performance

The charity has continued to achieve its main aim in the year, providing sport facilities. The main source of the income has been from the use of the sports hall £27,949 (2016 - £22,851)

The total income for the year was £46,737 (2016 - £41,642) with the other main source of income being the lease with PCT for use of the gym £18,084 (2016 - £18,084)

Total expenditure in the year amounted to £64,961 (2016 - £69,116).

The deficit for the year of £18,224 (2016 - £27,474) has arisen mainly due to the depreciation charge of £26,636 (2016 - £26,758).

The fund balances at the year end were as follows;

- Unrestricted fund £ 48,375
- Restricted fund £781,561

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 AUGUST 2017

Financial review

The Trustees meet as a group each month and consider the opportunities available to the charity and the risk to which it is exposed.

The strategic plan of the charity is to maintain and develop the Hoops Basketball Centre, whilst exploring the availability of further funding.

The Trustees are mindful of the fact that the free reserves are relatively low and in order to develop the centre further they plan to build reserves in the future by:

- keeping expenditure to a minimum
- pursuing sources of external funding
- exploiting opportunities to utilise the company's assets to generate revenue.

It is the policy of the charity that unrestricted funds which have not been designated for specific use should be maintained at a level equivalent to three month's expenditure. The Trustees consider 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. This level of reserves has been maintained throughout the year.

Under the Memorandum and Articles of Association the charity has the power to make any investment which the Trustees see fit.

The Trustees have assessed the major risks to which the charity is exposed each financial year when preparing and updating their plans for the year end. The charity has developed systems to monitor and control these risks to mitigate any impact that they may have in the future.

Structure, governance and management

The charity is a company limited by guarantee and is governed by its memorandum and articles of association.

The trustees, who are also the directors for the purpose of company law, and who served during the year were:

Mr S Bowker

Mr D Bailey

Mr C Smith

Mr R Smith

(Deceased 19 January 2018)

Mr I France

(Resigned 27 April 2018)

Mrs S Bowker

Mr G Brocklebank

(Appointed 16 January 2017)

Trustees retiring at the annual general meeting can then put themselves forward for re-election. Trustees are then voted for by those members in attendance.

Suggestions for new trustees are brought before the board, based on members of the local sports community that currently use the facilities. If agreed that person is then approached and asked if they are willing to undertake the role of Trustee for Barrow Community Basketball and Sports Association Limited. Documented appointment procedures are then followed.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 AUGUST 2017

The charity is controlled by its board of Trustees which is made up of representatives of various sporting groups in the Furness area.

The day to day operation of the sports hall has been delegated to Mr Martin Ivison.

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



Mr C Smith

Trustee

Dated: 25 May 2018

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

I report to the trustees on my examination of the financial statements of Barrow Community Basketball and Sports Association Limited (the charity) for the year ended 31 August 2017.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (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

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 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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.



Sarah Roberts BSc FCA
Chartered Accountant

JL Winder & Co
125 Ramsden Square
Barrow in Furness
Cumbria
LA14 1XA

Dated: 23 May 2018

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2017

	Notes	Unrestricted funds £	Restricted funds £	Total 2017 £	Total 2016 £
<u>Income from:</u>					
Donations	3	700	-	700	700
Charitable activities	4	27,949	-	27,949	22,851
Investments	5	18,088	-	18,088	18,091
Total Income		46,737	-	46,737	41,642
<u>Expenditure on:</u>					
Charitable activities	6	40,004	24,957	64,961	69,116
Net income/(expenditure) for the year/ Net movement in funds		6,733	(24,957)	(18,224)	(27,474)
Fund balances at 1 September 2016		41,642	806,518	848,160	875,634
Fund balances at 31 August 2017		48,375	781,561	829,936	848,160

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

BALANCE SHEET

AS AT 31 AUGUST 2017

	Notes	2017 £	£	2016 £	£
Fixed assets					
Tangible assets	9		787,925		814,561
Current assets					
Debtors	11	583		1,518	
Cash at bank and in hand		43,595		34,944	
		<u>44,178</u>		<u>36,462</u>	
Creditors: amounts falling due within one year	12	<u>(2,167)</u>		<u>(2,863)</u>	
Net current assets			42,011		33,599
Total assets less current liabilities			<u>829,936</u>		<u>848,160</u>
Income funds					
Restricted funds			781,561		806,518
Unrestricted funds			48,375		41,642
			<u>829,936</u>		<u>848,160</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2017. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 25 May 2018

Mr S Bowker
Trustee



Company Registration No. 03461835

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2017

1 Accounting policies

Charity information

Barrow Community Basketball and Sports Association Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Hoops Basketball Centre, Thorncliffe Road, Barrow in Furness, Cumbria, LA14 5QA.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006 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 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.

These financial statements for the year ended 31 August 2017 are the first financial statements of Barrow Community Basketball and Sports Association Limited prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 September 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

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 unless the funds have been designated for other purposes.

Restricted funds relate to the cost of building the sports centre from monies given by the English Sports Council. The charity would have to obtain the written approval of the English Sports Council before it could sell, lease or otherwise dispose of the building. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

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.

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2017

1 Accounting policies

(Continued)

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.

Interest is included when receivable by the charity.

1.5 Resources expended

Resources expended are included in the statement of financial activities on an accrual basis, inclusive of any VAT, which cannot be recovered, and directly attributed to a specific activity.

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. Only items costing over £1,000 are capitalised. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Leasehold interest in land and buildings	2% straight line (duration of 50 year initial lease of land)
Fixtures, fittings & equipment	15% straight line

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.

1.9 Financial Instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

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.

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2017

1 Accounting policies

(Continued)

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.

Derecognition of financial liabilities

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

1.10 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.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.12 Funds

Unrestricted funds are funds which the trustees are free to use in accordance with the charitable objectives and which have not been designated for other purposes.

Restricted funds relate to the cost of building the sports centre from monies given by the English Sports Council. The charity would have to obtain the written approval of the English Sports Council before it could sell, lease or otherwise dispose of the building.

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.

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2017

3 Donations

	2017	2016
	£	£
Donations and gifts	700	700

4 Charitable activities

	Sports hall hire £	Youth basketball sessions £	Total 2017 £	Total 2016 £
Sales within charitable activities	22,901	5,048	27,949	22,851

5 Investments

	2017	2016
	£	£
Rental income	18,084	18,084
Interest receivable	4	7
	18,088	18,091

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2017

6 Charitable activities

	2017 £	2016 £
Staff costs	15,725	15,688
Depreciation and impairment	26,636	26,758
Rates and water	4,516	4,999
Heat and light	7,231	10,716
Insurance	3,082	3,464
Cleaning and trade waste	902	816
Repairs and renewals	3,409	3,471
Telephone and internet	792	832
Website costs	5	-
Printing, postage and stationery	24	18
Security costs	373	352
Cost of competitions, officials, trophies, etc.	205	127
Bank charges	235	204
Payroll fees	328	312
Accountancy fees	1,320	1,200
Subscriptions and licences	145	146
Sundry expenses	33	13
	<u>64,961</u>	<u>69,116</u>
	<u>64,961</u>	<u>69,116</u>
Analysis by fund		
Unrestricted funds	40,004	
Restricted funds	<u>24,957</u>	
	<u>64,961</u>	
For the year ended 31 August 2016		
Unrestricted funds		44,159
Restricted funds		<u>24,957</u>
		<u>69,116</u>

7 Trustees

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

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2017

8 Employees

Number of employees

The average monthly number employees during the year was:

	2017 Number	2016 Number
Management	1	1
Employment costs	2017 £	2016 £
Wages and salaries	15,500	15,500
Other pension costs	225	188
	15,725	15,688

There were no employees whose annual remuneration was £60,000 or more.

9 Tangible fixed assets

	Leasehold interest in land and buildings £	Fixtures, fittings & equipment £	Total £
Cost			
At 1 September 2016	1,247,830	18,714	1,266,544
At 31 August 2017	1,247,830	18,714	1,266,544
Depreciation and impairment			
At 1 September 2016	441,312	10,671	451,983
Depreciation charged in the year	24,957	1,679	26,636
At 31 August 2017	466,269	12,350	478,619
Carrying amount			
At 31 August 2017	781,561	6,364	787,925
At 31 August 2016	806,518	8,043	814,561

The sports centre is built on land leased from Cumbria County Council. The lease is for 50 years with annual rent payable of £1.

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2017

10	Financial Instruments	2017 £	2016 £	
	Carrying amount of financial assets			
	Debt instruments measured at amortised cost	-	588	
	Carrying amount of financial liabilities			
	Measured at amortised cost	2,102	2,794	
11	Debtors	2017 £	2016 £	
	Amounts falling due within one year:			
	Trade debtors	-	588	
	Prepayments	583	930	
		583	1,518	
12	Creditors: amounts falling due within one year	2017 £	2016 £	
	Other taxation and social security	65	69	
	Other creditors	517	516	
	Accruals	1,585	2,278	
		2,167	2,863	
13	Analysis of net assets between funds	Unrestricted £	Restricted £	Total £
	Fund balances at 31 August 2017 are represented by:			
	Tangible assets	6,364	781,561	787,925
	Current assets/(liabilities)	42,011	-	42,011
		48,375	781,561	829,936

BARROW COMMUNITY BASKETBALL AND SPORTS ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2017

14 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2017 £	2016 £
Aggregate remuneration	15,500	15,500