

THE NORTHUMBERLAND LAWN TENNIS ASSOCIATION

FINANCIAL STATEMENTS

30TH SEPTEMBER 2022

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE NORTHUMBERLAND LAWN TENNIS ASSOCIATION

Opinion

We have audited the financial statements of The Northumberland Lawn Tennis Association for the year ended 30 September 2022 which comprise the Income and Expenditure Account, Balance Sheet and Notes to the Financial Statements. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements :

- give a true and fair view of the state of the Association's affairs as at 30 September 2022 and of its deficit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Association in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the members of the Council's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the members of the Council have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Association's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Responsibilities of Council members

As explained more fully in the Statement of Council's Responsibilities set out on page 1, the Council members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and for such internal control as the Council members determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Council members are responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Council members either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Other matter - comparative figures

The comparative financial statements are unaudited. In performing our audit for the current year we have carried out such procedures as necessary to confirm that the opening balances do not contain misstatements that materially affect the current year's financial statements.

Use of report

This report is made solely to the Association's members. Our audit work has been undertaken so that we might state to the Association's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Association and the Association's members as a body, for our audit work, for this report, or for the opinions we have formed.

Robson Laidler Accountants Limited
Statutory Auditor
Fernwood House
Fernwood Road
Newcastle upon Tyne
Tyne and Wear
NE2 1TJ

22 March 2023

THE NORTHUMBERLAND LAWN TENNIS ASSOCIATION

STATEMENT OF COUNCIL'S RESPONSIBILITIES

The Association's rules require the Council to prepare financial statements for each financial period. In preparing these financial statements, the Council is required to:-

select suitable accounting policies and then apply them consistently;

make judgements and estimates that are reasonable and prudent;

comply with applicable accounting standards, subject to any material departures disclosed and explained in the financial statements, and

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Association will continue to operate.

The Council is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Association.

It is also responsible for safeguarding the assets of the Association by the application of appropriate internal controls and hence for taking steps for the prevention of fraud and other irregularities.

In submitting these financial statements the Council have considered any risks to County Activities and actions taken where necessary to mitigate those risks.

On behalf of the Council



C J Lott - Chairman



G A Murphy - Treasurer

9 March 2023

THE NORTHUMBERLAND LAWN TENNIS ASSOCIATION

INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30TH SEPTEMBER 2022

	Note	2022		2021	
		£	£	£	£
Income					
Registration Fees	2		14,040		12,360
LTA/TF Funding	3		12,243		20,483
Performance	4		107,554		77,154
Competitions	5		22,131		13,829
Commercial Income	6		20,525		20,300
Other Grants (External)	7		-		10,000
Interest (Net of taxation)			4,916		261
			<u>181,409</u>		<u>154,387</u>
Expenditure					
Performance	8	118,821		86,478	
Participation	9	5,000		5,000	
Competitions	10	53,107		28,019	
Operational Expenses	11	22,140		12,094	
Marketing and Promotion	12	500		500	
Depreciation	13	505		505	
		<u>200,073</u>		<u>132,596</u>	
Deficit (2021:Surplus) for the year			<u><u>(18,664)</u></u>		<u><u>21,791</u></u>

THE NORTHUMBERLAND LAWN TENNIS ASSOCIATION

BALANCE SHEET AS AT 30TH SEPTEMBER 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	13	1,010	1,515
Investments	14	<u>1,061</u>	<u>1,061</u>
		<u>2,071</u>	<u>2,576</u>
Current assets			
Due from subsidiary companies (falling due after more than one year)	15	-	36
Loans	16	62,044	53,500
Stocks		168	520
Debtors	17	22,098	9,530
Cash balances		<u>266,696</u>	<u>287,047</u>
		351,006	350,633
Creditors: amounts falling due within one year	18	71,101	52,569
Net current assets		<u>279,905</u>	<u>298,064</u>
Provisions	19	17,644	17,644
TOTAL NET ASSETS		<u>264,332</u>	<u>282,996</u>
FUNDS			
General fund	20	80,604	99,268
Restricted funds	21	183,728	183,728
		<u>264,332</u>	<u>282,996</u>

The financial statements were approved by the Council on 9 March 2023 and signed on its behalf by:-



C J Lott - Chairman



G A Murphy - Treasurer

THE NORTHUMBERLAND LAWN TENNIS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 2022

1 ACCOUNTING POLICIES

Accounting convention

The financial statements are prepared under the historical cost convention. Income (other than investment income which is brought in on receipt) and expenditure are brought into the year to which they relate.

Grants

Grants are brought into income as the expenditure in respect of which they are payable is incurred. The balance of any unexpended grant is included in creditors and accruals.

Stocks

Stocks are stated at the lower of cost and net realisable value.

Depreciation

The fixed assets are depreciated on a straight line basis to write down their cost to their estimated residual values over the expected lives of the assets.

The expected lives are as follows:

County office upgrade and furniture and tournament office 10 years

Restricted funds

These are funds held subject to specific trusts.

2 REGISTRATION FEES

	2022 £	2021 £
Registration fees	<u>14,040</u>	<u>12,360</u>

3 LTAT/TF FUNDING

	2022 £	2021 £
General Grant	7,243	7,743
All Play Grant	-	240
County Training Grant	5,000	5,000
Performance Grant	-	7,500
	<u>12,243</u>	<u>20,483</u>

4 PERFORMANCE

	2022 £	2021 £
Player income	<u>107,554</u>	<u>77,154</u>

THE NORTHUMBERLAND LAWN TENNIS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 2022

5 COMPETITIONS

	2022	2021
	£	£
County leagues and competitions	9,884	2,866
Open Tournament	9,684	8,737
County Closed	1,167	1,062
Sport Newcastle	810	934
Other income	586	230
	<u>22,131</u>	<u>13,829</u>

6 COMMERCIAL INCOME

	2022	2021
	£	£
Operating arrangement	20,000	20,000
Rental Income	525	300
	<u>20,525</u>	<u>20,300</u>

7 OTHER GRANTS (EXTERNAL)

	2022	2021
	£	£
JRS Grants	<u>-</u>	<u>10,000</u>

8 PERFORMANCE

	2022	2021
	£	£
Payments to coaches	102,539	77,409
Balls and equipment	2,390	1,342
School Visits	592	-
Tournament costs	3,566	735
Administration	6,119	6,376
Website	2,976	174
LTA Registration Fee	360	360
Other expenses	279	82
	<u>118,821</u>	<u>86,478</u>

THE NORTHUMBERLAND LAWN TENNIS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 2022

9 PARTICIPATION

	2022	2021
	£	£
County Training	<u>5,000</u>	<u>5,000</u>

10 COMPETITIONS

	2022	2021
	£	£
County Week	6,921	4,959
Winter Inter County	5,068	-
Juniors	14,837	2,797
Veterans	3,390	1,500
Open Tournament	12,478	12,499
County Closed	1,542	1,348
South Northumberland	1,307	1,433
County Competitions' Expenditure	7,166	3,197
Other expenses	398	286
	<u>53,107</u>	<u>28,019</u>

11 OPERATIONAL EXPENSES

	2022	2021
	£	£
Administration & Bookkeeping	3,220	3,780
Telephone	754	717
Printing, postage & stationery	220	258
Honoraria & Volunteer Expenses	5,500	4,500
Unrecoverable VAT	2,553	1,325
Legal & Professional Fees	7,116	-
Repairs & maintenance	1,153	728
Other expenses	1,624	786
	<u>22,140</u>	<u>12,094</u>

12 MARKETING AND PROMOTION

	2022	2021
	£	£
Social Media Management	<u>500</u>	<u>500</u>

THE NORTHUMBERLAND LAWN TENNIS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 2022

13 TANGIBLE FIXED ASSETS

	£
Cost	
At 1 October 2021 and at 30 September 2022	<u>19,464</u>
Depreciation	
At 1 October 2021	17,949
Charge for the year	<u>505</u>
At 30 September 2022	<u>18,454</u>
Net Book Value	
At 30 September 2022	<u>1,010</u>
At 30 September 2021	<u>1,515</u>

Under leases and an underlease, the Association occupies the entire County Ground.

14 INVESTMENTS

	2022 £	2021 £
The Northumberland Lawn Tennis Ground Limited		
50 £1 Ordinary Shares	50	50
Loan	<u>1,000</u>	<u>1,000</u>
	<u>1,050</u>	<u>1,050</u>
Brandling Lawn Tennis Club (Holdings) Limited		
11 £1 Ordinary Shares	11	11
	<u>1,061</u>	<u>1,061</u>

15 DUE FROM SUBSIDIARY COMPANIES

	2022 £	2021 £
Northumberland CTC (Properties) Limited	<u>-</u>	<u>36</u>

THE NORTHUMBERLAND LAWN TENNIS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 2022

16 LOANS

	2022	2021
	£	£
Corbridge Tennis Club		
Balance at 1 October 2021	15,000	20,000
Repayments	(15,000)	(5,000)
Balance at 30 September 2022	<u>-</u>	<u>15,000</u>
The Northumberland Club		
Court Resurfacing/Floodlight Loan		
Balance at 1 October 2021	38,500	-
Advanced in Year	-	40,000
Repayments	(4,500)	(1,500)
Interest	5,208	-
Balance at 30 September 2022	<u>39,208</u>	<u>38,500</u>
This loan is repayable in instalments of £4,000 per annum over a ten year period, with interest charged in line with the Retail Price Index.		
Portland Pavilion Loan		
Advanced in Year	24,000	-
Repayments	(2,000)	-
Interest	836	-
Balance at 30 September 2022	<u>22,836</u>	<u>-</u>
Total	<u>62,044</u>	<u>53,500</u>

This loan is repayable in instalments of £6,000 per annum over a five year period, with interest charged in line with the Retail Price Index.

17 DEBTORS

	2022	2021
	£	£
Accrued income and sundry debtors	<u>22,098</u>	<u>9,530</u>

**18 CREDITORS:AMOUNTS FALLING DUE
WITHIN ONE YEAR**

	2022	2021
	£	£
Trade creditors	26,777	13,228
Accruals	3,394	140
Corporation tax	1,153	61
Deferred income	5,568	5,595
Owed to group undertakings	34,209	33,426
Value added tax	-	119
	<u>71,101</u>	<u>52,569</u>

THE NORTHUMBERLAND LAWN TENNIS ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH SEPTEMBER 2022

19 PROVISIONS

	2022	2021
	£	£
General Purposes Provision	<u>17,644</u>	<u>17,644</u>

20 GENERAL FUND

	2022	2021
	£	£
Brought forward	99,268	77,477
Deficit (2021:Surplus) for the year	(18,664)	21,791
	<u>80,604</u>	<u>99,268</u>

21 RESTRICTED FUNDS

	2022	2021
	£	£
Elsie and Stanley Walton Brown Trusts	290	290
Stanley Walton Brown Trust	29,556	29,556
Brandling Trust	153,882	153,882
	<u>183,728</u>	<u>183,728</u>

22 RELATED PARTY TRANSACTIONS

Related parties are:

The Northumberland Club (the Club).

The Northumberland Lawn Tennis Ground Limited and its subsidiaries:-

Northumberland CTC Limited and
Northumberland CTC (Properties) Limited

Brandling Lawn Tennis Club (Holdings) Limited

Balances with these parties are disclosed in notes 15,16 and 18.

During the year the Association received £20,000 from the Club in respect of operating arrangements.

The Association also hired tennis courts from Northumberland CTC (Properties) Limited.