

This draft produced on 25/2/2022 16:58

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2021

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

CONTENTS

	Page
Reference and Administrative Details of the Company, its Trustees and Advisers	1
Trustees' Report	2 - 4
Independent Examiner's Report	5 - 6
Statement of Financial Activities	7
Balance Sheet	8
Statement of Cash Flows	9
Notes to the Financial Statements	10 - 24

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 AUGUST 2021

Trustees Sarah J Echlin, Chair
Paul Edwards
Ruth F Gungadoo
Lynda J Driver
Yvette Gungadoo

Company registered number 06325972

Charity registered number 1124906

Registered office 249 Silbury Boulevard
Milton Keynes
Buckinghamshire
MK9 1NA

Company secretary Sarah Ann Price

Accountants Hillier Hopkins LLP
Chartered Accountants
Radius House
51 Clarendon Road
Watford
Herts
WD17 1HP

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 AUGUST 2021

The Trustees present their annual report together with the financial statements of the Sapphire School of Gymnastics Limited for the 1 September 2020 to 31 August 2021. The Annual Report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Company qualifies as small under section 382 of the Companies Act 2006, the Strategic Report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

The objects of the company, as set out in its Memorandum of Association, are:

To advance the education of children, young persons, students in full time education and young persons out of education and also those with special needs resident in Dacorum and adjoining districts (hereinafter called "the area of benefit"). This will be done by organising or providing assistance in the organisation or provision of facilities which will enable them to undertake gymnastics ensuring that due attention is given to the physical education and development of such children, young persons and students in full time education and to the development and occupation of their minds.

The promotion of healthy recreation by providing facilities for undertaking gymnastics and associated disciplines in particular for the benefit of the area of benefit.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Activities undertaken to achieve objectives

The club organises and provides facilities and coaching staff for gymnastics mainly at Hemel Hempstead Sports Centre.

Achievements and performance

a. Review of activities

Sapphire has had another difficult year because of the ongoing problems caused by Covid 19. There were shutdowns in November and early in 2021 although some classes were maintained on Zoom. Staff numbers have reduced somewhat over this financial year even though the club has maintained furlough payments through closure periods. It is to be hoped that some degree of normality will resume in the following year.

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Financial review

a. Reserves policy

It is the trustees' aim to maintain free reserves at:

1. Six months running costs allowing for fluctuations in income and ongoing equipment purchase and repair.
2. A reserve for the costs of purchasing and converting new premises.

The level of reserves is monitored and reviewed by the trustees annually. Unrestricted reserves at the year end amounted to £456,576 (2020 - £347,216).

Structure, governance and management

a. Constitution

Sapphire School of Gymnastics Limited is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association.

b. Methods of appointment or election of Trustees

The management of the Company is the responsibility of the Trustees who are elected and co-opted under the terms of the Memorandum of Association.

c. Financial risk management

The Trustees have assessed the major risks to which the Company is exposed, in particular those related to the operations and finances of the Company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

Members' liability

The Members of the Company guarantee to contribute an amount not exceeding £10 to the assets of the Company in the event of winding up.

Public Benefit

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the Company for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial . Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees and signed on their behalf by:

.....
Sarah J Echlin, Chair

Date:

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 AUGUST 2021

Independent Examiner's Report to the Trustees of Sapphire School of Gymnastics Limited ('the Company')

I report to the charity Trustees on my examination of the accounts of the Company for the year ended 31 August 2021.

Responsibilities and Basis of Report

As the Trustees of the Company (and its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company 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 Company's accounts carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent Examiner's Statement

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants England and Wales, which is one of the listed bodies.

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:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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 accounts to be reached.

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

INDEPENDENT EXAMINER'S REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021

This report is made solely to the Company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Company's Trustees those matters I am required to state to them in an Independent Examiner's Report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Company and the Company's Trustees as a body, for my work or for this report.

Signed:

Grant Franklin

Hillier Hopkins LLP
Chartered Accountants
Radius House
51 Clarendon Road
Watford
Herts
WD17 1HP

Dated:

ACA

DRAFT

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2021**

	Note	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:				
Donations and legacies	3	207,275	207,275	190,498
Charitable activities	4	459,465	459,465	401,134
Other trading activities	5	-	-	55
Investments	6	440	440	988
Total income		667,180	667,180	592,675
Expenditure on:				
Charitable activities	7	557,820	557,820	595,512
Total expenditure		557,820	557,820	595,512
Net movement in funds		109,360	109,360	(2,837)
Reconciliation of funds:				
Total funds brought forward		347,216	347,216	350,053
Net movement in funds		109,360	109,360	(2,837)
Total funds carried forward		456,576	456,576	347,216

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 10 to 24 form part of these financial statements.

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)
REGISTERED NUMBER: 06325972

BALANCE SHEET
AS AT 31 AUGUST 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	11	105,054	114,009
Current assets			
Stocks	12	3,853	5,564
Debtors	13	38,500	5,770
Cash at bank and in hand		332,162	224,923
		<u>374,515</u>	<u>236,257</u>
Creditors: amounts falling due within one year	14	(22,993)	(3,050)
Net current assets		<u>351,522</u>	<u>233,207</u>
Total assets less current liabilities		<u>456,576</u>	<u>347,216</u>
Total net assets		<u><u>456,576</u></u>	<u><u>347,216</u></u>
Charity funds			
Unrestricted funds	16	456,576	347,216
Total funds		<u><u>456,576</u></u>	<u><u>347,216</u></u>

The Company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the Trustees on and signed on their behalf by:

Sarah J Echlin

The notes on pages 10 to 24 form part of these financial statements.

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 AUGUST 2021

	2021 £	2020 £
Cash flows from operating activities		
Net cash used in operating activities	116,837	23,986
Cash flows from investing activities		
Purchase of tangible fixed assets	(9,598)	(2,197)
Net cash used in investing activities	(9,598)	(2,197)
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Change in cash and cash equivalents in the year	107,239	21,789
Cash and cash equivalents at the beginning of the year	224,923	203,134
Cash and cash equivalents at the end of the year	332,162	224,923

The notes on pages 10 to 24 form part of these financial statements

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

1. General information

Sapphire School of Gymnastics Limited is a charitable company limited by guarantee incorporated in England and Wales within the United Kingdom.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest £.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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) (effective 1 January 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Sapphire School of Gymnastics Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

2.2 Going concern

Following the outbreak of the COVID-19 virus the directors have reviewed the company's financial position and its ability to continue as a going concern.

As part of the going concern review the directors have considered the eligibility for the various forms of government support available to the company.

Based on the current information and government support available the preparation of the financial statements on a going concern basis is appropriate in the opinion of the directors.

2.3 Income

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Company has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Company, can be reliably measured.

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

2. Accounting policies (continued)

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Company's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Company; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.6 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, .

Depreciation is provided on the following basis:

Fixtures and fittings	-	15% reducing balance
-----------------------	---	----------------------

2.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.8 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

2. Accounting policies (continued)

2.9 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.10 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2.11 Financial instruments

The Company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.12 Pensions

The Company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Company to the fund in respect of the year.

The Company contributes to personal pension plans of employees and the pension charge represents the amounts payable by the company to the plans in respect of the period.

2.13 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Company and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

3. Income from donations and legacies

	Unrestricted funds 2021 £	Total funds 2021 £
Grants	207,275	207,275
	<u>207,275</u>	<u>207,275</u>
	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Grants	190,498	190,498
	<u>190,498</u>	<u>190,498</u>

4. Income from charitable activities

	Unrestricted funds 2021 £	Total funds 2021 £
Gymnastics club	398,284	398,284
Sale of gym clothing	3,017	3,017
Awards dinner	-	-
Competition entries and trips	349	349
Other incoming resources	57,815	57,815
Total 2021	<u>459,465</u>	<u>459,465</u>

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

4. Income from charitable activities (continued)

	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Gymnastics club	347,015	347,015
Sale of gym clothing	6,990	6,990
Awards dinner	25	25
Competition entries and trips	3,203	3,203
Other incoming resources	43,901	43,901
<i>Total 2020</i>	<u>401,134</u>	<u>401,134</u>

5. Income from other trading activities

Income from fundraising events

		Total funds 2021 £
	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Fundraising	<u>55</u>	<u>55</u>

6. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £
Bank interest	<u>440</u>	<u>440</u>

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

6. Investment income (continued)

	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Bank interest	988	988

7. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2021 £	Total funds 2021 £
Gymnastics club	557,820	557,820

	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Gymnastics club	595,512	595,512

Summary by expenditure type

	Staff costs 2021 £	Depreciation 2021 £	Other costs 2021 £	Total funds 2021 £
Gymnastics club	440,036	18,553	99,231	557,820

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

7. Analysis of expenditure on charitable activities (continued)

Summary by expenditure type (continued)

	<i>Staff costs 2020 £</i>	<i>Depreciation 2020 £</i>	<i>Other costs 2020 £</i>	<i>Total funds 2020 £</i>
Gymnastics club	464,266	20,126	111,120	595,512

8. Analysis of expenditure by activities

	<i>Activities undertaken directly 2021 £</i>	<i>Total funds 2021 £</i>
Gymnastics club	557,820	557,820

	<i>Activities undertaken directly 2020 £</i>	<i>Total funds 2020 £</i>
Gymnastics club	595,512	595,512

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

8. Analysis of expenditure by activities (continued)

Analysis of direct costs

	Gymnastics club 2021 £	Total funds 2021 £
Staff costs	440,036	440,036
Depreciation	18,553	18,553
Rent	13,432	13,432
Insurance	18,562	18,562
Sundry	15,560	15,560
Equipment maintenance	3,520	3,520
Equipment	68	68
Printing, postage and stationary	765	765
Telephone	2,420	2,420
Computer running costs	9,945	9,945
Course expenses	2,874	2,874
Competition expenses	248	248
Bank charges	1,289	1,289
Membership expenses	24,206	24,206
Travel and coach expenses	35	35
Gym clothing	6,307	6,307
	<u>557,820</u>	<u>557,820</u>

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

8. Analysis of expenditure by activities (continued)

Analysis of direct costs (continued)

	<i>Gymnastics club 2020 £</i>	<i>Total funds 2020 £</i>
Staff costs	464,266	464,266
Depreciation	20,126	20,126
Rent	18,098	18,098
Insurance	12,064	12,064
Sundry	6,806	6,806
Equipment maintenance	2,075	2,075
Equipment	859	859
Printing, postage and stationary	1,900	1,900
Telephone	2,063	2,063
Computer running costs	4,928	4,928
Course expenses	770	770
Competition expenses	4,349	4,349
Bank charges	1,881	1,881
Awards evening	3,185	3,185
Membership expenses	31,168	31,168
Travel and coach expenses	8,916	8,916
Gym clothing	12,058	12,058
	<u>595,512</u>	<u>595,512</u>

9. Independent examiner's remuneration

The independent examiner's remuneration amounts to an independent examiner fee of £3,750 (2020 - £3,630).

10. Staff costs

	2021 £	2020 £
Wages and salaries	413,245	437,357
Contribution to defined contribution pension schemes	26,791	26,909
	<u>440,036</u>	<u>464,266</u>

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

10. Staff costs (continued)

The average number of persons employed by the Company during the year was as follows:

	2021 No.	<i>2020 No.</i>
Employees	63	<i>91</i>

No employee received remuneration amounting to more than £60,000 in either year.

Remuneration and benefits received by key management personnel amounted to £105,359 for the year (2020: £102,980)

Average employees include persons on the Charity's payroll, who's costs are recharged to a related company, Sapphire Gymnastics CIC.

11. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Total £
Cost or valuation			
At 1 September 2020	16,743	327,519	344,262
Additions	-	9,598	9,598
At 31 August 2021	16,743	337,117	353,860
Depreciation			
At 1 September 2020	16,743	213,510	230,253
Charge for the year	-	18,553	18,553
At 31 August 2021	16,743	232,063	248,806
Net book value			
At 31 August 2021	-	105,054	105,054
<i>At 31 August 2020</i>	<i>-</i>	<i>114,009</i>	<i>114,009</i>

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

12. Stocks

	2021 £	2020 £
Finished goods and goods for resale	<u>3,853</u>	<u>5,564</u>

13. Debtors

	2021 £	2020 £
Due within one year		
Related party debtors	38,500	-
Other debtors	-	3,520
Prepayments and accrued income	-	2,250
	<u>38,500</u>	<u>5,770</u>

14. Creditors: Amounts falling due within one year

	2021 £	2020 £
Related party creditors	19,943	-
Accruals and deferred income	3,050	3,050
	<u>22,993</u>	<u>3,050</u>

15. Financial instruments

	2021 £	2020 £
Financial assets		
Financial assets measured at fair value through income and expenditure	<u>332,162</u>	<u>224,923</u>

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

16. Statement of funds

Statement of funds - current year

	Balance at 1 September 2020 £	Income £	Expenditure £	Balance at 31 August 2021 £
Unrestricted funds				
General Funds - all funds	347,216	687,123	(577,763)	456,576

Statement of funds - prior year

	Balance at 1 September 2019 £	Income £	Expenditure £	Balance at 31 August 2020 £
Unrestricted funds				
General Funds - all funds	350,053	592,675	(595,512)	347,216

17. Summary of funds

Summary of funds - current year

	Balance at 1 September 2020 £	Income £	Expenditure £	Balance at 31 August 2021 £
General funds	347,216	687,123	(577,763)	456,576

Summary of funds - prior year

	Balance at 1 September 2019 £	Income £	Expenditure £	Balance at 31 August 2020 £
General funds	350,053	592,675	(595,512)	347,216

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

18. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	105,054	105,054
Current assets	354,572	354,572
Creditors due within one year	(3,050)	(3,050)
Total	<u>456,576</u>	<u>456,576</u>

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Tangible fixed assets	114,009	114,009
Current assets	236,257	236,257
Creditors due within one year	(3,050)	(3,050)
Total	<u>347,216</u>	<u>347,216</u>

19. Reconciliation of net movement in funds to net cash flow from operating activities

	2021 £	2020 £
Net income/expenditure for the year (as per Statement of Financial Activities)	<u>109,360</u>	<u>(2,837)</u>
Adjustments for:		
Depreciation charges	18,553	20,126
Decrease in stocks	1,711	6,597
Decrease in debtors	5,770	-
Increase in creditors	19,943	100
Net cash provided by operating activities	<u>155,337</u>	<u>23,986</u>

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

20. Analysis of cash and cash equivalents

	2021 £	2020 £
Cash in hand	332,162	224,923
Total cash and cash equivalents	332,162	224,923

21. Analysis of changes in net debt

	At 1 September 2020 £	Cash flows £	At 31 August 2021 £
Cash at bank and in hand	224,923	107,239	332,162

22. Pension commitments

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £26,791 (2020 - £26,909).

23. Operating lease commitments

At 31 August 2021 the Company had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2021 £	2020 £
Not later than 1 year	33,711	33,711
Later than 1 year and not later than 5 years	81,468	115,179
	115,179	148,890

SAPPHIRE SCHOOL OF GYMNASTICS LIMITED
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

24. Related party transactions

Sapphire School of Gymnastics Ltd received funds on behalf of Sapphire Gymnastics CIC during year. The outstanding balance owed to Sapphire Gymnastics CIC at 31 August 2021 is £19,943 (2020 - £nil).

Sapphire Gymnastics CIC received funds on behalf Sapphire School of Gymnastics Ltd during year. The outstanding balance owed by Sapphire Gymnastics CIC at 31 August 2021 is £38,500 (2020 - £nil).

One of the trustees of Sapphire School of Gymnastics Ltd is a director of Sapphire Gymnastics CIC.

DRAFT