

Company registration number: 07829589

Charity registration number: 1156455

Atlantic Racquet Centre

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2023



WESTCOTTS

**CHARTERED ACCOUNTANTS
& BUSINESS ADVISERS**

Atlantic Racquet Centre

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Atlantic Racquet Centre

Reference and Administrative Details

Trustees	Anoushka Lynd Neil Darnley Mark Clayton Atlantic Coast Co-Operative Trust David Vinall The Northam Care Trust
Secretary	Anoushka Lynd
Charity Registration Number	1156455
Company Registration Number	07829589
Registered Office	The charity is incorporated in England and Wales. Atlantic Racquet Centre Farm Road Clovelly Road Industrial Estate Bideford Devon EX39 3BE
Independent Examiner	Westcotts (SW) LLP Chartered Accountants & Statutory Auditors 47 Boutport Street Barnstaple Devon EX31 1SQ

Atlantic Racquet Centre

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 December 2023.

Structure, governance and management

Organisational structure

The directors of the company are also charity trustees for the purposes of charity law. All of the trustees give their time voluntarily and received no benefits from the charity. Any expenses reclaimed from the charity are set out in note 10 to the accounts.

Anoushka Lynd is the Chief Executive Officer for the charity.

Recruitment and appointment of trustees

Under the requirements of the Memorandum and Articles of Association one third of the directors stood down at the AGM held in February 2023 and were subsequently re-elected. At each subsequent general meeting one-third of directors must retire from office but are eligible to stand for reappointment.

Induction and training of trustees

We have a full induction programme in place for all new trustees which covers information about the charity and the expectations of a new trustee. We share information on all of our policies and cover safeguarding.

Related party relationships

Related party transactions are identified by the trustees on an ongoing basis with any transactions monitored. A conflict of interest register is maintained.

Risk statement

The trustees meet on a monthly basis to make strategic decisions regarding the operation of the Charity and the development of the facilities. Risk is managed through these meetings.

At present we have a funding gap of £150,000 and are seeking ways to finance the final stage of our project. Whilst we are now operationally sustainable, there are more long term risks associated with not completing the facility.

From an operational perspective, the trustees continue to focus on ensuring the sustainability of our current facilities through monthly financial reporting and review of utilisation. We continue to monitor inflation and the impact of this on our overheads. Rising energy costs will impact us in 2024.

Safeguarding of children and vulnerable adults is another area which is seen as inherently risky for ARC. The trustees have adopted and regularly review our policies and procedures. We have a safeguarding committee who monitor all activities at ARC and ensure the safety and wellbeing of all users of the centre.

Wider network involvement

ARC's future success will be reliant upon retaining help from volunteers and through building relationships across a wider network. In 2023 we continued to develop and evolve our volunteer programme to nurture our culture and provide opportunities to the wider community. We currently have over 30 inducted volunteers working on our programme.

Atlantic Racquet Centre

Trustees' Report

To ensure the facilities are utilised to their maximum potential, ARC has a wholly owned subsidiary - ARC Centre Ltd. This subsidiary is responsible for the trading activities of ARC including the management of the facility on a day to day basis. This has been achieved through a lease of the premises.

ARC Centre Ltd manage a number of relationships with the wider community. Working closely with a number of organisations who use our facilities. Our most valuable relationships is with ARC Tennis & Sports Club - a membership organisation with over 1,800 members. ARC Tennis & Sports Club licence the facilities from ARC Centre Ltd for the enjoyment of their members.

We have continued to work closely with the Atlantic Co-operative Trust - a charitable co-operative body of seven local primary and junior schools. This working partnership has enabled us to deliver tennis activities to 7 local primary schools. This relationship is key to delivery of our charitable objectives and continues to be a significant focus of our work.

During 2023, we have focused on delivery of a fully accessible programme with The Northam Care Trust (NCT). NCT bring their clients to our inclusive community sessions each week, using all of our facilities. NCT also have an employee who is regularly on-site to support clients whilst using our facilities. We look forward to continuing to strengthen this partnership in 2024.

Objectives and activities

Public benefit

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aim and objectives and in planning our future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives they have set. The trustees have therefore complied with the duty in section 17(5) of the 2011 Charities Act.

Aims and objectives

Our vision

A community racquet and fitness centre where everyone can exercise, socialise and develop skills in a safe and supportive environment; an organisation that improves the health and wellbeing of all local people.

Our mission

Our mission is to provide a high quality, professionally managed, affordable, sustainable and welcoming community sports hub. Our staff, volunteers and members will promote a fun, family focused, inclusive ethos across a wide-ranging programme in which everyone will be equally valued and provided for.

Our aims, objectives and activities each year are reviewed to see what we have achieved and the outcomes of our work in the previous 12 months. The review looks at the success of our key activity and the benefits these have brought to those groups of people we are set up to help. The review also helps us ensure our aim, objectives and activities remain focused on our stated purposes. We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aim and objectives and in planning our future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives they have set.

Atlantic Racquet Centre

Trustees' Report

Use of volunteers

In addition to the committed trustees, ARC would not have reached this level of success without the significant number of volunteers who have helped make this project a reality. Thank you to each and every one of them. These donated services are not included in the SOFA.

Achievements and performance

Achievements

Our key focus during 2023 was to ensure sustainability of the facilities in the first instance whilst continuing to secure funding for the remainder of the project. We now offer access to multiple activities including tennis, squash, racketball, badminton, table tennis, gym, changing facilities and a changing places facility. The final phase of our build will provide a multi-use facility, akin to a village hall, and a community café.

Financial review

ARC aims to be in a net asset position at the end of each financial year. The reserves currently held represent the assets in use at the facility and cash held for the future development of the facility. Due to the nature of the ongoing development work cash is held in easily accessible bank accounts to ensure our financial liabilities can be met each month.

Capitalisation policy

The trustees consider capitalising expenditure in excess of £500.

Plans for future periods

The trustees are very focused on delivering the rest of the project over the coming two years. We aim to complete the facilities by December 2025.

Atlantic Racquet Centre

Trustees' Report

Statement of trustees' responsibilities

The trustees (who are also the directors of Atlantic Racquet Centre 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The report and accounts have been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies.

Company law requires the trustees to prepare financial statements for each financial year. 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 parent charitable company and the group and of the incoming resources and application of resources, including its income and expenditure, of the charitable group for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 have been followed, 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 parent charitable company will continue in business.

The trustees are responsible for keeping proper accounting records that can disclose with reasonable accuracy at any time the financial position of the parent charitable company and the group 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 parent charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

The annual report was approved by the trustees of the charity on ^{24/09/2024} and signed on its behalf by:



.....
Anoushka Lynd
Company secretary and trustee

Atlantic Racquet Centre

Independent Examiner's Report to the trustees of Atlantic Racquet Centre ('the Group')

I report to the charity trustees on my examination of the consolidated accounts of the Group comprising the Atlantic Racquet Centre and its subsidiary undertakings for the year ended 31 December 2023.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of both Atlantic Racquet Centre and the Group 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 your consolidated accounts as 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 Group'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 , 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 Atlantic Racquet Centre 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.


Catherine Williams FCA DChA
Westcotts (SW) LLP
Chartered Accountants & Statutory Auditors
47 Boutport Street
Barnstaple
Devon
EX31 1SQ

Date: 27th September 2024

Atlantic Racquet Centre

Consolidated Statement of Financial Activities for the Year Ended 31 December 2023 (Including Consolidated Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2023 £	Total 2022 £
Income and Endowments from:					
Donations and legacies	3	45,802	12,162	57,964	197,362
Other trading activities	4	14,889	40	14,929	7,592
Investment income	5	69	-	69	103
Other income	6	206,481	-	206,481	119,013
Total income		<u>267,241</u>	<u>12,202</u>	<u>279,443</u>	<u>324,070</u>
Expenditure on:					
Raising funds	7	(5,998)	-	(5,998)	(1,619)
Charitable activities	8	<u>(231,682)</u>	<u>(18,169)</u>	<u>(249,851)</u>	<u>(216,430)</u>
Total expenditure		<u>(237,680)</u>	<u>(18,169)</u>	<u>(255,849)</u>	<u>(218,049)</u>
Net income/(expenditure)		<u>29,561</u>	<u>(5,967)</u>	<u>23,594</u>	<u>106,021</u>
Net movement in funds		29,561	(5,967)	23,594	106,021
Reconciliation of funds					
Total funds brought forward		<u>1,728,416</u>	<u>909,840</u>	<u>2,638,256</u>	<u>2,532,235</u>
Total funds carried forward	24	<u>1,757,977</u>	<u>903,873</u>	<u>2,661,850</u>	<u>2,638,256</u>

All of the group's activities derive from continuing operations during the above two periods.
The funds breakdown for 2022 is shown in note 24.

The notes on pages 12 to 29 form an integral part of these financial statements.

Atlantic Racquet Centre

(Registration number: 07829589)

Consolidated Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	16	3,427,157	3,360,355
Current assets			
Stocks	18	3,634	3,105
Debtors	19	10,137	14,215
Cash at bank and in hand	20	56,050	97,935
		69,821	115,255
Creditors: Amounts falling due within one year	21	(140,800)	(159,757)
Net current liabilities		(70,979)	(44,502)
Total assets less current liabilities		3,356,178	3,315,853
Creditors: Amounts falling due after more than one year	22	(694,328)	(677,597)
Net assets		2,661,850	2,638,256
Funds of the group:			
Restricted income funds			
Restricted funds		903,873	909,840
Unrestricted income funds			
Unrestricted funds		1,757,977	1,728,416
Total funds	24	2,661,850	2,638,256

For the year ending 31 December 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The notes on pages 12 to 29 form an integral part of these financial statements.

Atlantic Racquet Centre

(Registration number: 07829589)

Consolidated Balance Sheet as at 31 December 2023

The financial statements on pages 7 to 29 were approved by the trustees, and authorised for issue on 24/09/2024 and signed on their behalf by:



.....
Anoushka Lynd
Company secretary and trustee

The notes on pages 12 to 29 form an integral part of these financial statements.

Atlantic Racquet Centre

(Registration number: 07829589)

Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	16	3,368,341	3,292,143
Investments		<u>1</u>	<u>1</u>
		<u>3,368,342</u>	<u>3,292,144</u>
Current assets			
Debtors	19	16,879	14,925
Cash at bank and in hand	20	<u>35,069</u>	<u>94,043</u>
		51,948	108,968
Creditors: Amounts falling due within one year	21	<u>(120,448)</u>	<u>(149,828)</u>
Net current liabilities		<u>(68,500)</u>	<u>(40,860)</u>
Total assets less current liabilities		3,299,842	3,251,284
Creditors: Amounts falling due after more than one year	22	<u>(604,195)</u>	<u>(581,063)</u>
Net assets		<u>2,695,647</u>	<u>2,670,221</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		903,873	909,840
Unrestricted income funds			
Unrestricted funds		<u>1,791,774</u>	<u>1,760,381</u>
Total funds	24	<u>2,695,647</u>	<u>2,670,221</u>

For the year ending 31 December 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
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.....
Anoushka Lynd
Company secretary and trustee

The notes on pages 12 to 29 form an integral part of these financial statements.

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Atlantic Racquet Centre
Farm Road
Clovelly Road Industrial Estate
Bideford
Devon
EX39 3BE

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with 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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Atlantic Racquet Centre 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 notes. The financial statements are prepared in sterling which is the functional currency of the entity.

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the charity and its subsidiaries ARC Centre Limited, company number 09357363 and ARC Solar Limited, company number 13360598, registered address Atlantic Racquet Centre, Caddsdon Industrial Park, EX39 3DX

No statement of financial activities is presented for the charity as permitted by section 408 of the Companies Act 2006. The charity made a loss after tax for the financial year of £25,426 (2022 - loss of £137,969).

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

A subsidiary is an entity controlled by the charity. Control is achieved where the charity has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

The results of subsidiaries acquired or disposed of during the year are included in the statement of financial activities from the effective date of acquisition or up to the effective date of disposal, as appropriate. Where necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those used by the group.

Inter-company transactions, balances and unrealised gains on transactions between the charity and its subsidiaries, which are related parties, are eliminated in full.

Exemption from preparing a cash flow statement

The charity opted to adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The trustees consider that there are no material uncertainties about the group's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the group.

Income and endowments

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

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the group has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £500 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Land and buildings	2% straight line
Court & Floodlights	5% straight line
Equipment	25% straight line
Clubhouse	10% straight line

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the group.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Pensions and other post retirement obligations

The group operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the group has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the group becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the group after deducting all of its liabilities.

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the group intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the group transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the group, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Derivative financial instruments

The group uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The group does not hold or issue derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2023 £
Donations			
Donations	44,252	-	44,252
Grants			
Grants received	1,550	12,162	13,712
	<u>45,802</u>	<u>12,162</u>	<u>57,964</u>
	Unrestricted funds General £	Restricted funds £	Total 2022 £
Donations			
Donations	50,488	2,306	52,794
Grants			
Grants received	173	144,395	144,568
	<u>50,661</u>	<u>146,701</u>	<u>197,362</u>

4 Income from other trading activities

	Unrestricted funds General £	Restricted funds £	Total 2023 £
Fundraising events	1,620	40	1,660
Merchandise income	661	-	661
Food and drink	12,608	-	12,608
	<u>14,889</u>	<u>40</u>	<u>14,929</u>
	Unrestricted funds General £		Total 2022 £
Fundraising events		173	173
Merchandise income		836	836
Food and drink		6,583	6,583
		<u>7,592</u>	<u>7,592</u>

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

5 Investment income

	Unrestricted funds General £	Total 2023 £
Interest receivable on bank deposits	69	69
	Unrestricted funds General £	Total 2022 £
Interest receivable on bank deposits	103	103

6 Other income

	Unrestricted funds General £	Total 2023 £
Income from facility hire	156,640	156,640
Licence income	27,000	27,000
Other revenue	22,841	22,841
	206,481	206,481
	Unrestricted funds General £	Total 2022 £
Income from facility hire	103,735	103,735
Licence income	13,500	13,500
Other revenue	1,778	1,778
	119,013	119,013

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

7 Expenditure on raising funds

Costs of trading activities

	Unrestricted funds General £	Total 2023 £
Direct costs	5,998	5,998
	Unrestricted funds General £	Total 2022 £
Direct costs	1,619	1,619

8 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total 2023 £
Sports & fitness activities		208,157	18,169	226,326
Support costs	9	23,525	-	23,525
		231,682	18,169	249,851
	Note	Unrestricted funds General £	Restricted funds £	Total 2022 £
Sports & fitness activities		172,636	21,437	194,073
Support costs	9	22,357	-	22,357
		194,993	21,437	216,430

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

9 Analysis of support costs

Support costs allocated to charitable activities

	Total 2023 £	Total 2022 £
Advertising	1,231	1,311
Bank charges	202	182
General expenses	8,802	8,582
Finance charges	5,342	3,384
Legal and professional	3,250	2,556
Auditors fees	-	4,095
Independent examination fees	1,650	-
Telephone	2,548	1,587
Interest payable	500	660
	<u>23,525</u>	<u>22,357</u>

10 Net incoming/outgoing resources

Net incoming resources for the year include:

	2023 £	2022 £
Depreciation of fixed assets	<u>98,214</u>	<u>94,343</u>

11 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the group during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

12 Staff costs

The aggregate payroll costs were as follows:

	2023 £	2022 £
Staff costs during the year were:		
Wages and salaries	25,285	22,450
Social security costs	-	895
Pension costs	3,861	507
	<u>29,146</u>	<u>23,852</u>

The monthly average number of persons (including senior management / leadership team) employed by the group during the year expressed as full time equivalents was as follows:

	2023 No	2022 No
Coaching and admin staff	<u>10</u>	<u>8</u>

No employee received emoluments of more than £60,000 during the year.

13 Independent examiner's remuneration

	2023 £
Examination of the financial statements	<u>1,650</u>

14 Auditors' remuneration

	2022 £
Audit of the financial statements	<u>4,095</u>

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

15 Taxation

The group is a registered charity and is therefore exempt from taxation.

16 Tangible fixed assets

Group

	Land and buildings £	Furniture and equipment £	Clubhouse £	Solar Equipment £	Total £
Cost					
At 1 January 2023	3,422,919	79,630	24,661	80,446	3,607,656
Additions	164,132	886	-	-	165,018
At 31 December 2023	3,587,051	80,516	24,661	80,446	3,772,674
Depreciation					
At 1 January 2023	177,545	35,306	18,360	16,090	247,301
Charge for the year	69,241	18,463	2,467	8,045	98,216
At 31 December 2023	246,786	53,769	20,827	24,135	345,517
Net book value					
At 31 December 2023	3,340,265	26,747	3,834	56,311	3,427,157
At 31 December 2022	3,245,374	44,324	6,301	64,356	3,360,355

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

Charity

	Land and buildings £	Furniture and equipment £	Clubhouse £	Total £
Cost				
At 1 January 2023	3,422,919	74,224	24,661	3,521,804
Additions	<u>164,132</u>	<u>886</u>	<u>-</u>	<u>165,018</u>
At 31 December 2023	<u>3,587,051</u>	<u>75,110</u>	<u>24,661</u>	<u>3,686,822</u>
Depreciation				
At 1 January 2023	177,545	33,756	18,360	229,661
Charge for the year	<u>69,241</u>	<u>17,112</u>	<u>2,467</u>	<u>88,820</u>
At 31 December 2023	<u>246,786</u>	<u>50,868</u>	<u>20,827</u>	<u>318,481</u>
Net book value				
At 31 December 2023	<u>3,340,265</u>	<u>24,242</u>	<u>3,834</u>	<u>3,368,341</u>
At 31 December 2022	<u>3,245,374</u>	<u>40,468</u>	<u>6,301</u>	<u>3,292,143</u>

17 Fixed asset investments

Charity

Shares in group undertakings and participating interests

	Subsidiary undertakings £
Cost	
At 1 January 2023	<u>1</u>
At 31 December 2023	<u>1</u>
Net book value	
At 31 December 2023	<u>1</u>
At 31 December 2022	<u>1</u>

18 Stock

	Group 2023 £	2022 £
Raw materials	<u>3,634</u>	<u>3,105</u>

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

19 Debtors

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Trade debtors	7,485	2,311	-	-
Due from group undertakings	-	-	13,000	-
Prepayments	2,652	3,078	2,652	3,078
VAT recoverable	-	8,219	1,227	11,847
Other debtors	-	607	-	-
	<u>10,137</u>	<u>14,215</u>	<u>16,879</u>	<u>14,925</u>

20 Cash and cash equivalents

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Cash at bank	<u>56,050</u>	<u>97,935</u>	<u>35,069</u>	<u>94,043</u>

21 Creditors: amounts falling due within one year

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Bank loans	6,400	6,400	-	-
Trade creditors	10,210	6,907	6,755	5,864
Other loans	111,645	139,377	111,645	139,377
Payments on account on long term contracts	-	104	-	-
Due to group undertakings	-	-	-	380
Other taxation and social security	4,997	2,762	-	-
Accruals	<u>7,548</u>	<u>4,207</u>	<u>2,048</u>	<u>4,207</u>
	<u>140,800</u>	<u>159,757</u>	<u>120,448</u>	<u>149,828</u>

22 Creditors: amounts falling due after one year

	Group		Charity	
	2023	2022	2023	2022
	£	£	£	£
Other loans	<u>694,328</u>	<u>677,597</u>	<u>604,195</u>	<u>581,063</u>

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

23 Contingent liabilities

Charity

If Atlantic Racquet Centre fails to complete the build of the Centre the grants received from Sport England totalling £485,000 will be repayable on demand.

24 Funds

Group

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Balance at 31 December 2023 £
Unrestricted funds				
General				
General Funds	1,728,416	267,241	(237,680)	1,757,977
Restricted funds				
Phase 1 and 2	908,509	40	(18,169)	890,380
Changing places	1,331	-	-	1,331
Equipment Fund	-	12,162	-	12,162
	<u>909,840</u>	<u>12,202</u>	<u>(18,169)</u>	<u>903,873</u>
Total funds	<u>2,638,256</u>	<u>279,443</u>	<u>(255,849)</u>	<u>2,661,850</u>

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

	Balance at 1 January 2022 £	Balance at 1 January 2022 £	Resources expended £	Transfers £	Balance at 31 December 2022 £
Unrestricted funds					
General					
General Funds	1,743,854	177,369	(196,612)	3,805	1,728,416
Restricted funds					
Phase 1 and 2	787,050	140,000	(18,541)	-	908,509
Changing places	1,331	-	-	-	1,331
Table Tennis Donation	-	999	-	(999)	-
Kickstart Funding	-	2,896	(2,896)	-	-
Equipment Fund	-	2,306	-	(2,306)	-
TDC Councillor Grant	-	500	-	(500)	-
	<u>788,381</u>	<u>146,701</u>	<u>(21,437)</u>	<u>(3,805)</u>	<u>909,840</u>
Total funds	<u>2,532,235</u>	<u>324,070</u>	<u>(218,049)</u>	<u>-</u>	<u>2,638,256</u>

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

Charity

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Balance at 31 December 2023 £
Unrestricted funds				
General				
General Funds	1,760,381	127,591	(96,198)	1,791,774
Restricted funds				
Phase 1 and 2	908,509	40	(18,169)	890,380
Changing places	1,331	-	-	1,331
Equipment Fund	-	12,162	-	12,162
	<u>909,840</u>	<u>12,202</u>	<u>(18,169)</u>	<u>903,873</u>
Total funds	<u>2,670,221</u>	<u>139,793</u>	<u>(114,367)</u>	<u>2,695,647</u>

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2022 £
Unrestricted funds					
General					
General Funds	1,743,871	106,914	(94,209)	3,805	1,760,381
Restricted funds					
Phase 1 and 2	787,050	140,000	(18,541)	-	908,509
Changing places	1,331	-	-	-	1,331
Table Tennis Donation	-	999	-	(999)	-
Equipment Fund	-	2,306	-	(2,306)	-
TDC Councillor Grant	-	500	-	(500)	-
	<u>788,381</u>	<u>143,805</u>	<u>(18,541)</u>	<u>(3,805)</u>	<u>909,840</u>
Total funds	<u>2,532,252</u>	<u>250,719</u>	<u>(112,750)</u>	<u>-</u>	<u>2,670,221</u>

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

The phase 1 and 2 fund balance represents grant income received in respect of phases 1 and 2 of the project.

Changing places funding has been received towards disabled facilities.

Defibrillator - money raised to enable ARC to have a defibrillator onsite. This has been completed with surplus money being raised to enable ongoing maintenance costs.

Bideford Bridge Trust - During 2020 funding was received towards equipment which has been fully spent in 2021.

Table Tennis donation - received in 2022 towards table tennis surrounds, this was fully spent in 2022.

Kickstart funding - government funding received as part of the Kickstart Scheme to create new jobs for 16 to 24 year olds

Equipment fund - funding received towards badminton equipment and to support badminton activities.

During the year grants and donations received towards the purchase of fixed assets have been released to unrestricted reserves when the restriction on the funds has been released by the purchase of the assets.

25 Analysis of net assets between funds

Group

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2023 £
Tangible fixed assets	2,524,615	902,542	3,427,157
Current assets	69,717	1,331	71,048
Current liabilities	(142,027)	-	(142,027)
Creditors over 1 year	(694,328)	-	(694,328)
Total net assets	<u>1,757,977</u>	<u>903,873</u>	<u>2,661,850</u>
	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2022 £
Tangible fixed assets	2,451,177	908,509	3,359,686
Current assets	114,147	1,331	115,478
Current liabilities	(160,137)	-	(160,137)
Creditors over 1 year	(677,597)	-	(677,597)
Total net assets	<u>1,727,590</u>	<u>909,840</u>	<u>2,637,430</u>

Atlantic Racquet Centre

Notes to the Financial Statements for the Year Ended 31 December 2023

Charity

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2023 £
Tangible fixed assets	2,465,799	902,542	3,368,341
Fixed asset investments	1	-	1
Current assets	50,617	1,331	51,948
Current liabilities	(120,448)	-	(120,448)
Creditors over 1 year	(604,195)	-	(604,195)
Total net assets	<u>1,791,774</u>	<u>903,873</u>	<u>2,695,647</u>

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2022 £
Tangible fixed assets	2,383,634	908,509	3,292,143
Fixed asset investments	1	-	1
Current assets	107,637	1,331	108,968
Current liabilities	(149,828)	-	(149,828)
Creditors over 1 year	(581,063)	-	(581,063)
Total net assets	<u>1,760,381</u>	<u>909,840</u>	<u>2,670,221</u>

26 Related party transactions

Group

There were no related party transactions in the year.

Charity

There were no related party transactions in the year.