

REGISTERED COMPANY NUMBER: 09058478 (England and Wales)
REGISTERED CHARITY NUMBER: 1163580

Report of the Trustees and
Financial Statements for the Year Ended 31st July 2020
for
Pegasus Gymnastics Club Limited

Beak Kemmenoe
Chartered Accountants
1-3 Manor Road
Chatham
Kent
ME4 6AE

Pegasus Gymnastics Club Limited

Contents of the Financial Statements
for the year ended 31st July 2020

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The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st July 2020. The trustees have adopted the provisions of 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Objects of the Charity are that of the promotion of community participation in healthy recreation for the benefit of inhabitants of Maidstone, Kent and neighbouring boroughs by the provision of facilities for participation in gymnastics.

Significant activities

The provision of year round structured programmes of gymnastics in an elite bespoke indoor gymnastics centre for people aged between nine months old to sixteen years old, people with disabilities, adults and community use.

Public benefit

At our trustee meetings, when planning and reviewing our aims and objectives, and when planning our future activities we have complied with the duty in Section 4 of the Charities Act 2011 to have due regard to guidance published by the Charity Commission, including public benefit guidance.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The main achievements for the charity during the year were:

Improvements to the facilities included:

- Designated disabled parking bays and fire evacuation meeting points
- Improved air conditioning units for maintenance
- Growth of Olympic Weightlifting classes
- More community hirers offering a wider range of classes to the community

Performance achievements (August 2019-March 2020):

- 7 gymnasts on the World Class Performance Programme:
 - MAG Senior Squad - Courtney Tulloch, James Hall and Euan Cox
 - MAG Junior Squad - Sam Mostowfi, Sam Ghinn, Anton Adewale and Oakley Banks
- International representation (Gymnasts): Courtney Tulloch, James Hall, Euan Cox, Oakley Banks
- World international representation (Gymnasts):
 - Euan Cox, World Challenge Cup Sept 2019 (Rings and Floor), Rings final
 - James Hall, World Championships Nov 2019, (All Around) Team 5th & Floor final
 - Courtney Tulloch, World Cup Feb 2020, (Rings and Vault), Rings final
- International representation (Coaches): Ionut Trandaburu, Ovi Rugina
- Gymnasts in the G.B. Foundation Squad - Taio Stravett
- Gymnasts in G.B. Development Squad - Eddie Burch, Ricco Regini Moran, Dexter Pedder
- Numerous medallists international, national, regional, county and club

The achievements help to encourage more people to participate in gymnastics.

ACHIEVEMENT AND PERFORMANCE

Internal and external factors

The trustees recognise that fees and membership can be prohibitive to those on low incomes. The Club will keep subscriptions at levels that will not pose a significant obstacle to participation. In case of need, there is a bursary scheme available.

COVID-19

The Club closed its doors on Friday 20 March 2020 for the first lockdown. The Director of Coaching and Head of Administration continued to be employed full time to manage the premises and for administration. The Development Officer was employed on an hourly basis to carry out the risk assessments and document the necessary policies. All remaining staff were furloughed. 2 elite gymnasts returned to training in late May with a further gymnast returning in June. Subsequently, and outside of the period of these accounts, the elite squads returned in August and general gymnastics resumed at half capacity in September. Staff were gradually 'un-furloughed' at reduced hours. In December the Prime Minister announced tougher restrictions for large parts of South East England which meant that the Club was not able to run general classes until these restrictions are lifted. This was followed by a national lockdown in January.

The Club invested in all the necessary equipment for covid-compliance and plans to invest in a long-term strategy by improving the air conditioning to ensure appropriate airflow in the gymnasium.

Members were asked to continue their standing orders (where possible) to assist with cashflow.

FINANCIAL REVIEW

Financial position

At the Balance Sheet date the charity had unrestricted cash reserves of £277,237 (2019: £242,247), £122,212 of this amount is available after all short term debts have been settled (2019: £192,264).

The reserves held are in accordance with the reserves policy and will be spent on the projects described in the Future Plans section in the coming years.

COVID-19

The government's restrictions requiring the Club to stop providing classes has resulted in expenses exceeding income for the reporting period. Costs have been mitigated where possible but some costs remain unavoidable.

Fortunately, Pegasus Gymnastics Club had worked hard during the preceding years to build up and maintain a strong reserve to help the Club through this period. The Club has also been able to maintain a healthy cashflow thanks to a core group of loyal members who maintained their payments to the Club during the period of closure, and with the added help of the Government's Furlough Job Retention Scheme, the Club is in a relatively healthy financial position.

The Club is a non-profit organisation needing to raise sufficient income to meet its outgoings and continually improve the facilities it offers to members. Whilst these results are disappointing, it is due to unexpected circumstances beyond the Club's control that could not have been foreseen, and unfortunately was pandemic was not covered by the Club's insurances. The Club should, however, be satisfied that it still has a strong reserve to help it through this period.

It is acknowledged that net expenditure will continue during the year ended 31 July 2021 while the Club cannot run classes. The Club looks forward to restrictions being lifted so classes can resume. The target for the financial year is to begin to rebuild the Club back to its pre-Coronavirus position in terms of membership and reserves. Realistic budgets have been set for the year with targets for growth in all areas to achieve this.

The club has applied for a government-backed Coronavirus Bounce Back Loan to bolster its bank reserves and allow repayment of members fees that were loaned to the Club during the shutdown period.

Reserves policy

We strive to hold reserves in the order of the equivalent of three months' running costs. The Charity's running costs are between £55,000 and £60,000 per month, of which approximately £40,000 are salary costs, £12,000 is rent and the balance on general running costs.

FUTURE PLANS

Despite the problems caused by COVID-19, the Trustees expect the Club to continue for the foreseeable future and have detailed plans covering the next 12 months. We have mitigated costs where possible to preserve the charity's reserves, and still hold a significant reserve fund.

The interest in gymnastics in the area remains buoyant and the club has hundreds of children on the waiting list once the government allows classes to return to normal. It is thought unlikely that Olympic Weightlifting will resume in the near future, and the additional space will be required to deliver gymnastics safely.

The club continues to work hard towards completing its vision of creating a centre of excellence for gymnastics in Kent and the South East. The club is well on its way down this 'path' with high-quality bespoke facilities available to gymnasts and the community. These regularly attract positive comments from visitors, however the club has plans to develop the facilities even further and there is plenty to do. High on the list of priorities has been the installation of a lift to the first floor to provide much-needed access for those with buggies or reduced mobility, however the finance for this remains out of reach at the present time.

Expansion of the membership has led to a need for storage, more toilet and changing facilities as well as more coaching and administration staff and a centre manager to oversee maintenance issues. The third gym area has yet to have air conditioning. Employment of sufficient coaches to meet the substantial demand for places at the club remains an issue.

The development of gymnastics will focus on opportunities for GYMability and the club will be further extending its network to local schools as well as to associated activities. Individual gymnasts and coaches at the club had outstanding national success in the last year and this has helped to raise the profile of the sport locally and the club nationally. We shall be using these achievements to further our development work. Plans are in hand to employ a caretaker to free up staff and volunteers to focus on other areas. We are also looking abroad to bring in gymnastics specific staff as well as investigating the possibility of trainee schemes. Plans will constantly be reviewed to provide the best possible opportunities for all.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charitable company is incorporated as a company limited by guarantee as defined by the Companies Act 2006. It is constituted under a Memorandum of Association and is controlled by its governing document the Articles of Association adopted by special resolution on the 26th August 2015 and amended by special resolution on 9th September 2015 when it achieved Charitable Status. It is a registered charity, number 1163580.

Recruitment and appointment of new trustees

The management of the company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association. Trustees are elected based on their knowledge, experience and skills in areas which are beneficial for the charity. The charity is not subject to a maximum of trustees, but the minimum number of trustees required is three. The numbers of trustees required for a Quorum is two.

Decision making

The charity works in accordance with its governing body's (British Gymnastics) policies and codes of conduct.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

09058478 (England and Wales)

Registered Charity number

1163580

Pegasus Gymnastics Club Limited

Report of the Trustees
for the year ended 31st July 2020

Registered office

Unit 2-4 Farleigh Hill
Tovil
Maidstone
Kent
ME15 6RG

Trustees

J A Cook Treasurer and Director
Mrs J C Ghinn Director
Mrs C Griffiths Director
A R Hall Director
Mrs A D Cox Director
D A Siddall (appointed 13.11.2019)

Company Secretary

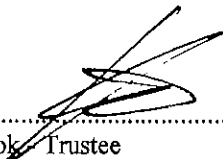
Mrs A D Cox

Independent Examiner

Natalie Harrison ACA FCCA CTA TEP
Institute of Chartered Accountants in England and Wales
Beak Kemmenoe
Chartered Accountants
1-3 Manor Road
Chatham
Kent
ME4 6AE

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 3rd March 2021 and signed on its behalf by:


.....
J A Cook, Trustee

Independent Examiner's Report to the Trustees of
Pegasus Gymnastics Club Limited

Independent examiner's report to the trustees of Pegasus Gymnastics Club Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31st July 2020.

Responsibilities and basis of report

As the charity's trustees of the Company (and also 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 your charity's 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 your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of Institute of Chartered Accountants in 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.



Natalie Harrison ACA FCCA CTA TEP
Institute of Chartered Accountants in England and Wales
Beak Kemmenoe
Chartered Accountants
1-3 Manor Road
Chatham
Kent
ME4 6AE

Date: 16 March 2021

Pegasus Gymnastics Club Limited

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the year ended 31st July 2020

| | Notes | Unrestricted funds £ | Restricted funds £ | 2020 Total funds £ | 2019 Total funds £ |
|--|-------|----------------------------|--------------------------|-----------------------------|-----------------------------|
| INCOME AND ENDOWMENTS FROM | | | | | |
| Donations and legacies | 3 | 107,771 | 2,566 | 110,337 | 8,765 |
| Charitable activities | 5 | | | | |
| Memberships | | 51,029 | - | 51,029 | 52,013 |
| General classes | | 400,617 | - | 400,617 | 596,509 |
| Merchandise sales and festival income | | 15,418 | - | 15,418 | 15,315 |
| Gymnastics squad fees and event income | | 98,509 | - | 98,509 | 183,780 |
| Investment income | 4 | 366 | - | 366 | 150 |
| Total | | 673,710 | 2,566 | 676,276 | 856,532 |
| EXPENDITURE ON | | | | | |
| Raising funds | | | | | |
| Raising donations and legacies | 6 | 7,072 | - | 7,072 | 6,925 |
| | | 7,072 | - | 7,072 | 6,925 |
| Charitable activities | 7 | | | | |
| Charitable activities | | 736,690 | - | 736,690 | 792,461 |
| Other | | 22,323 | 415 | 22,738 | 22,737 |
| Total | | 766,085 | 415 | 766,500 | 822,123 |
| NET INCOME/(EXPENDITURE) | | (92,375) | 2,151 | (90,224) | 34,409 |
| RECONCILIATION OF FUNDS | | | | | |
| Total funds brought forward | | 283,929 | 1,243 | 285,172 | 250,763 |
| TOTAL FUNDS CARRIED FORWARD | | 191,554 | 3,394 | 194,948 | 285,172 |

The notes form part of these financial statements

Pegasus Gymnastics Club Limited

Balance Sheet
31st July 2020

| | Notes | Unrestricted funds £ | Restricted funds £ | 2020 Total funds £ | 2019 Total funds £ |
|--|-------|----------------------------|--------------------------|-----------------------------|-----------------------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 13 | 69,342 | 828 | 70,170 | 92,908 |
| CURRENT ASSETS | | | | | |
| Stocks | 14 | 200 | - | 200 | 200 |
| Debtors | 15 | 18,289 | - | 18,289 | 58,718 |
| Cash at bank and in hand | | 277,237 | 2,566 | 279,803 | 242,247 |
| | | <u>295,726</u> | <u>2,566</u> | <u>298,292</u> | <u>301,165</u> |
| CREDITORS | | | | | |
| Amounts falling due within one year | 16 | (173,514) | - | (173,514) | (108,901) |
| NET CURRENT ASSETS | | <u>122,212</u> | <u>2,566</u> | <u>124,778</u> | <u>192,264</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>191,554</u> | <u>3,394</u> | <u>194,948</u> | <u>285,172</u> |
| NET ASSETS | | <u>191,554</u> | <u>3,394</u> | <u>194,948</u> | <u>285,172</u> |
| FUNDS | 17 | | | | |
| Unrestricted funds | | | | 191,554 | 283,929 |
| Restricted funds | | | | 3,394 | 1,243 |
| TOTAL FUNDS | | | | <u>194,948</u> | <u>285,172</u> |

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st July 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st July 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each 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 charitable company.

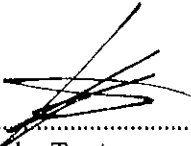
The notes form part of these financial statements

Pegasus Gymnastics Club Limited

Balance Sheet - continued
31st July 2020

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

The financial statements were approved by the Board of Trustees and authorised for issue on 3rd March 2021 and were signed on its behalf by:


.....
J A Cook - Trustee

The notes form part of these financial statements

Pegasus Gymnastics Club Limited

Cash Flow Statement
for the year ended 31st July 2020

| | Notes | 2020 £ | 2019 £ |
|---|-------|-----------|-----------|
| Cash flows from operating activities | | | |
| Cash generated from operations | 1 | 37,190 | 89,514 |
| Net cash provided by operating activities | | 37,190 | 89,514 |
| Cash flows from investing activities | | | |
| Purchase of tangible fixed assets | | - | (1,003) |
| Interest received | | 366 | 150 |
| Net cash provided by/(used in) investing activities | | 366 | (853) |
| Change in cash and cash equivalents in the reporting period | | 37,556 | 88,661 |
| Cash and cash equivalents at the beginning of the reporting period | | 242,247 | 153,586 |
| Cash and cash equivalents at the end of the reporting period | | 279,803 | 242,247 |

The notes form part of these financial statements

Pegasus Gymnastics Club Limited

Notes to the Cash Flow Statement
for the year ended 31st July 2020

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

| | 2020 £ | 2019 £ |
|--|---------------|---------------|
| Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities) | (90,224) | 34,409 |
| Adjustments for: | | |
| Depreciation charges | 22,738 | 22,737 |
| Interest received | (366) | (150) |
| Decrease/(increase) in debtors | 40,429 | (16,854) |
| Increase in creditors | 64,613 | 49,372 |
| Net cash provided by operations | <u>37,190</u> | <u>89,514</u> |

2. ANALYSIS OF CHANGES IN NET FUNDS

| | At 1.8.19 £ | Cash flow £ | At 31.7.20 £ |
|--------------------------|----------------|----------------|-----------------|
| Net cash | | | |
| Cash at bank and in hand | <u>242,247</u> | <u>37,556</u> | <u>279,803</u> |
| | <u>242,247</u> | <u>37,556</u> | <u>279,803</u> |
| Total | <u>242,247</u> | <u>37,556</u> | <u>279,803</u> |

The notes form part of these financial statements

1. STATUTORY INFORMATION

Pegasus Gymnastics Club Limited is a company limited by guarantee and has no share capital. The limit of each member in the event of winding up is limited to £1.

The company is registered in England and Wales, Registered Number 09058478 and its registered office is Unit 2 - 4 Farleigh Hill, Tovil, Maidstone, Kent, ME15 6RG

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirement of paragraph 33.7.

Critical accounting judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amounts 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

In preparing the financial statements the trustees have made the following judgements:

The trustees have concluded that the charity continues to be a going concern. Although COVID 19 continues to disrupt the activities of the charity, the trustees are happy that the entity has enough reserves to pay its debts as they fall due for at least twelve months.

Income

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

Where income is received in advance for a service covering a period of time, only the proportion covering the reporting period is recognised as income with the remainder disclosed as a deferred income liability in the Balance Sheet.

The charity's activities are largely covered by the exemptions available for sporting and physical education services so no VAT is charged.

2. ACCOUNTING POLICIES - continued

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Charitable activities

This comprises all the resources expended by the charity in undertaking its work to meet its charitable objectives. It includes both the direct costs of charitable activities together with the support costs incurred that enable these activities to be undertaken.

Allocation and apportionment of costs

Certain expenditure is directly attributable to specific activities and has been included in those cost categories. Support costs which are attributable to more than one activity are apportioned across cost categories on the basis of an estimate of the proportion of time spent by staff on those activities.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

| | |
|--------------------------|--|
| Improvements to property | - over the period of life of the lease |
| Gymnastics equipment | - 25% on reducing balance |

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from Corporation Tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Financial instruments

Financial assets and financial liabilities are recognised when the company 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 company after deducting all of its liabilities.

2. ACCOUNTING POLICIES - continued

Financial instruments

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 balance sheet when, and only when there exists a legally enforceable right to set off the recognised amounts and the company intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Debt instruments that comply with all of the condition of paragraph 11.9 of FRS 102 are classified as 'basic'. For debt instruments that do not meet the conditions of FRS 102.11.9, the company considers whether the debt instrument is consistent with the principle in paragraph 11.9A of FRS 102 in order to determine whether it can be classified as basic. Instruments classified as 'basic' financial instruments are measured subsequently at amortised cost using the effective interest method. Debt instruments that have no stated interest rate (and do not constitute financing transaction) and are classified as payable or receivable within one year are initially measured at an undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting conditions of being 'basic' financial instruments are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

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 company transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the company, 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.

Restricted funds

BBC - Children in Need Grant

£10,000 was contributed to deliver gymnastics and sensory programmes to disabled children and young people in Maidstone during the period ended 31 July 2017. The money spent included the purchase of sensory equipment which is being depreciated over five years.

Kent Gymnastics - Coaching Development

£2,566 was contributed to fund training courses to enhance the development of the members. The money will be spent when it is practical to do so.

Pegasus Gymnastics Club Limited

Notes to the Financial Statements - continued
for the year ended 31st July 2020

3. DONATIONS AND LEGACIES

| | 2020 | 2019 |
|-----------|----------------|--------------|
| | £ | £ |
| Donations | 5,027 | 4,765 |
| Grants | 105,310 | 4,000 |
| | <u>110,337</u> | <u>8,765</u> |

Grants received, included in the above, are as follows:

| | 2020 | 2019 |
|---|----------------|--------------|
| | £ | £ |
| Men's Artistic Development Grant | - | 4,000 |
| Job Retention Scheme and related grants | 102,744 | - |
| Kent Gymnastics | 2,566 | - |
| | <u>105,310</u> | <u>4,000</u> |

4. INVESTMENT INCOME

| | 2020 | 2019 |
|---------------------|------------|------------|
| | £ | £ |
| Interest receivable | <u>366</u> | <u>150</u> |

5. INCOME FROM CHARITABLE ACTIVITIES

| | Activity | 2020 | 2019 |
|-----------------------------|--|----------------|----------------|
| | | £ | £ |
| Membership fees | Memberships | 51,029 | 52,013 |
| Class fees | General classes | 400,617 | 596,509 |
| Kit sales | Merchandise sales and festival income | 15,418 | 15,315 |
| Squad fees and event income | Gymnastics squad fees and event income | 98,509 | 183,780 |
| | | <u>565,573</u> | <u>847,617</u> |

6. RAISING DONATIONS AND LEGACIES

| | 2020 | 2019 |
|--|--------------|--------------|
| | £ | £ |
| Marketing, advertising and computer expenses | 1,550 | 2,338 |
| Support costs | <u>5,522</u> | <u>4,587</u> |
| | <u>7,072</u> | <u>6,925</u> |

Pegasus Gymnastics Club Limited

Notes to the Financial Statements - continued
for the year ended 31st July 2020

7. CHARITABLE ACTIVITIES COSTS

| | Direct Costs £ | Support costs (see note 8) £ | Totals £ |
|-----------------------|----------------------|---------------------------------------|-------------|
| Charitable activities | 631,743 | 104,947 | 736,690 |

8. SUPPORT COSTS

| | Management £ | Finance £ | Totals £ |
|--------------------------------|-----------------|--------------|-------------|
| Raising donations and legacies | 5,353 | 169 | 5,522 |
| Charitable activities | 101,736 | 3,211 | 104,947 |
| | 107,089 | 3,380 | 110,469 |

Support costs, included in the above, are as follows:

| | | | 2020 | 2019 |
|----------------------------|--|-------------------------------|--------------------------|--------------------------|
| | Raising donations and legacies £ | Charitable activities £ | Total activities £ | Total activities £ |
| Wages | 4,236 | 80,482 | 84,718 | 68,713 |
| Social security | 177 | 3,372 | 3,549 | 2,895 |
| Pensions | 72 | 1,376 | 1,448 | 767 |
| Telephone | 74 | 1,414 | 1,488 | 1,395 |
| Office costs | 483 | 9,175 | 9,658 | 7,084 |
| Sundries | 5 | 103 | 108 | 140 |
| Independent examiners fees | 306 | 5,814 | 6,120 | 5,980 |
| Bank charges | 169 | 3,211 | 3,380 | 4,755 |
| | 5,522 | 104,947 | 110,469 | 91,729 |

9. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

| | 2020 £ | 2019 £ |
|-----------------------------|-----------|-----------|
| Depreciation - owned assets | 22,738 | 22,738 |
| Independent examiner's fees | 6,120 | 5,980 |

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st July 2020 nor for the year ended 31st July 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st July 2020 nor for the year ended 31st July 2019.

11. STAFF COSTS

| | 2020 £ | 2019 £ |
|-----------------------|----------------|----------------|
| Wages and salaries | 417,597 | 408,553 |
| Social security costs | 25,439 | 25,960 |
| Other pension costs | 9,393 | 7,078 |
| | <u>452,429</u> | <u>441,591</u> |

The average monthly number of employees during the year was as follows:

| | 2020 | 2019 |
|--------------------------|-----------|-----------|
| Administrative employees | 8 | 6 |
| Coaches | 26 | 25 |
| | <u>34</u> | <u>31</u> |

No employees received emoluments in excess of £60,000.

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

| | Unrestricted funds £ | Restricted funds £ | Total funds £ |
|--|----------------------------|--------------------------|---------------------|
| INCOME AND ENDOWMENTS FROM | | | |
| Donations and legacies | 4,765 | 4,000 | 8,765 |
| Charitable activities | | | |
| Memberships | 52,013 | - | 52,013 |
| General classes | 596,509 | - | 596,509 |
| Merchandise sales and festival income | 15,315 | - | 15,315 |
| Gymnastics squad fees and event income | 183,780 | - | 183,780 |
| Investment income | 150 | - | 150 |
| Total | <u>852,532</u> | <u>4,000</u> | <u>856,532</u> |
| EXPENDITURE ON | | | |
| Raising funds | | | |
| Raising donations and legacies | 6,925 | - | 6,925 |
| | <u>6,925</u> | <u>-</u> | <u>6,925</u> |
| Charitable activities | | | |
| Charitable activities | 786,461 | 6,000 | 792,461 |

Notes to the Financial Statements - continued
for the year ended 31st July 2020**12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

| | Unrestricted funds £ | Restricted funds £ | Total funds £ |
|---------------------------------|----------------------------|--------------------------|---------------------|
| Other | 22,322 | 415 | 22,737 |
| Total | 815,708 | 6,415 | 822,123 |
| NET INCOME/(EXPENDITURE) | 36,824 | (2,415) | 34,409 |

RECONCILIATION OF FUNDS

| | | | |
|------------------------------------|----------------|--------------|----------------|
| Total funds brought forward | 247,105 | 3,658 | 250,763 |
| TOTAL FUNDS CARRIED FORWARD | 283,929 | 1,243 | 285,172 |

13. TANGIBLE FIXED ASSETS

| | Improvements to property £ | Gymnastics equipment £ | Totals £ |
|---------------------------------------|-------------------------------------|------------------------------|-------------|
| COST | | | |
| At 1st August 2019 and 31st July 2020 | 96,855 | 86,416 | 183,271 |
| DEPRECIATION | | | |
| At 1st August 2019 | 22,740 | 67,623 | 90,363 |
| Charge for year | 5,457 | 17,281 | 22,738 |
| At 31st July 2020 | 28,197 | 84,904 | 113,101 |
| NET BOOK VALUE | | | |
| At 31st July 2020 | 68,658 | 1,512 | 70,170 |
| At 31st July 2019 | 74,115 | 18,793 | 92,908 |

14. STOCKS

| | 2020 £ | 2019 £ |
|--------|-----------|-----------|
| Stocks | 200 | 200 |

Notes to the Financial Statements - continued
for the year ended 31st July 2020**15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

| | 2020 | 2019 |
|---------------|---------------|---------------|
| | £ | £ |
| Trade debtors | 6,226 | 30,182 |
| Other debtors | 12,063 | 14,136 |
| Prepayments | - | 14,400 |
| | <u>18,289</u> | <u>58,718</u> |

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2020 | 2019 |
|---------------------------------|----------------|----------------|
| | £ | £ |
| Social security and other taxes | 5,751 | 7,883 |
| Other creditors | 93,005 | 15,923 |
| Deferred income | 68,658 | 78,995 |
| Accrued expenses | 6,100 | 6,100 |
| | <u>173,514</u> | <u>108,901</u> |

17. MOVEMENT IN FUNDS

| | At 1.8.19 | Net movement in funds | At 31.7.20 |
|---------------------------|----------------|-----------------------|----------------|
| | £ | £ | £ |
| Unrestricted funds | | | |
| General fund | 283,929 | (92,375) | 191,554 |
| Restricted funds | | | |
| Children in Need Grant | 1,243 | (415) | 828 |
| Kent Gymnastics | - | 2,566 | 2,566 |
| | <u>1,243</u> | <u>2,151</u> | <u>3,394</u> |
| TOTAL FUNDS | <u>285,172</u> | <u>(90,224)</u> | <u>194,948</u> |

Net movement in funds, included in the above are as follows:

| | Incoming resources | Resources expended | Movement in funds |
|---------------------------|--------------------|--------------------|-------------------|
| | £ | £ | £ |
| Unrestricted funds | | | |
| General fund | 673,710 | (766,085) | (92,375) |
| Restricted funds | | | |
| Children in Need Grant | - | (415) | (415) |
| Kent Gymnastics | 2,566 | - | 2,566 |
| | <u>2,566</u> | <u>(415)</u> | <u>2,151</u> |
| TOTAL FUNDS | <u>676,276</u> | <u>(766,500)</u> | <u>(90,224)</u> |

Pegasus Gymnastics Club Limited

Notes to the Financial Statements - continued
for the year ended 31st July 2020

17. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

| | At 1.8.18 £ | Net movement in funds £ | At 31.7.19 £ |
|----------------------------------|----------------|----------------------------------|--------------------|
| Unrestricted funds | | | |
| General fund | 247,105 | 36,824 | 283,929 |
| Restricted funds | | | |
| Children in Need Grant | 1,658 | (415) | 1,243 |
| Men's Artistic Development Grant | 2,000 | (2,000) | - |
| | <u>3,658</u> | <u>(2,415)</u> | <u>1,243</u> |
| TOTAL FUNDS | <u>250,763</u> | <u>34,409</u> | <u>285,172</u> |

Comparative net movement in funds, included in the above are as follows:

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|----------------------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 852,532 | (815,708) | 36,824 |
| Restricted funds | | | |
| Children in Need Grant | - | (415) | (415) |
| Men's Artistic Development Grant | 4,000 | (6,000) | (2,000) |
| | <u>4,000</u> | <u>(6,415)</u> | <u>(2,415)</u> |
| TOTAL FUNDS | <u>856,532</u> | <u>(822,123)</u> | <u>34,409</u> |

A current year 12 months and prior year 12 months combined position is as follows:

| | At 1.8.18 £ | Net movement in funds £ | At 31.7.20 £ |
|----------------------------------|----------------|----------------------------------|--------------------|
| Unrestricted funds | | | |
| General fund | 247,105 | (55,551) | 191,554 |
| Restricted funds | | | |
| Children in Need Grant | 1,658 | (830) | 828 |
| Men's Artistic Development Grant | 2,000 | (2,000) | - |
| Kent Gymnastics | - | 2,566 | 2,566 |
| | <u>3,658</u> | <u>(264)</u> | <u>3,394</u> |
| TOTAL FUNDS | <u>250,763</u> | <u>(55,815)</u> | <u>194,948</u> |

Pegasus Gymnastics Club Limited

Notes to the Financial Statements - continued
for the year ended 31st July 2020

17. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|----------------------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 1,526,242 | (1,581,793) | (55,551) |
| Restricted funds | | | |
| Children in Need Grant | - | (830) | (830) |
| Men's Artistic Development Grant | 4,000 | (6,000) | (2,000) |
| Kent Gymnastics | 2,566 | - | 2,566 |
| | <u>6,566</u> | <u>(6,830)</u> | <u>(264)</u> |
| TOTAL FUNDS | <u>1,532,808</u> | <u>(1,588,623)</u> | <u>(55,815)</u> |

18. RELATED PARTY DISCLOSURES

The charitable company paid Pegasus Sports Centre Limited £163,200 during the reporting period (2019: £172,800) for the use of the premises from which it operates. At the Balance Sheet date £63 was receivable from Pegasus Sports Centre Limited. At 31 July 2019 £265 was owed to Pegasus Sports Centre Limited. The balance is repayable on demand. Six of the charitable company's directors are also directors of Pegasus Sports Centre Limited.

19. PROVISION AVAILABLE FOR SMALLER ENTITIES

The club uses its independent examiners to assist with the preparation of the Financial Statements and to file payroll submissions.

Pegasus Gymnastics Club Limited

Detailed Statement of Financial Activities
for the year ended 31st July 2020

| | 2020 £ | 2019 £ |
|--|----------------|----------------|
| INCOME AND ENDOWMENTS | | |
| Donations and legacies | | |
| Donations | 5,027 | 4,765 |
| Grants | 105,310 | 4,000 |
| | <u>110,337</u> | <u>8,765</u> |
| Investment income | | |
| Interest receivable | 366 | 150 |
| Charitable activities | | |
| Membership fees | 51,029 | 52,013 |
| Class fees | 400,617 | 596,509 |
| Squad fees and event income | 98,509 | 183,780 |
| Kit sales | 15,418 | 15,315 |
| | <u>565,573</u> | <u>847,617</u> |
| Total incoming resources | <u>676,276</u> | <u>856,532</u> |
| EXPENDITURE | | |
| Raising donations and legacies | | |
| Marketing, advertising and computer expenses | 1,550 | 2,338 |
| Charitable activities | | |
| Wages | 332,879 | 339,840 |
| Social security | 21,890 | 23,065 |
| Pensions | 7,945 | 6,311 |
| Rent and rates | 163,200 | 172,800 |
| Insurance | 6,797 | 6,701 |
| Event expenses | 9,577 | 39,375 |
| Kit purchases and awards | 26,514 | 23,360 |
| Consultancy fees | 38,406 | 52,241 |
| Repairs and renewals | 9,754 | 12,807 |
| Travel and subsistence | 5,641 | 17,116 |
| Staff training | 5,024 | 6,873 |
| Subscriptions | 4,116 | 4,830 |
| | <u>631,743</u> | <u>705,319</u> |
| Other | | |
| Improvements to property depreciation | 5,457 | 5,457 |
| Gymnastics equipment depreciation | 17,281 | 17,280 |
| | <u>22,738</u> | <u>22,737</u> |

This page does not form part of the statutory financial statements

Pegasus Gymnastics Club Limited

Detailed Statement of Financial Activities
for the year ended 31st July 2020

| | 2020 £ | 2019 £ |
|---------------------------------|-----------------|----------------|
| Support costs | | |
| Management | | |
| Wages | 84,718 | 68,713 |
| Social security | 3,549 | 2,895 |
| Pensions | 1,448 | 767 |
| Telephone | 1,488 | 1,395 |
| Office costs | 9,658 | 7,084 |
| Sundries | 108 | 140 |
| Independent examiners fees | 6,120 | 5,980 |
| | <u>107,089</u> | <u>86,974</u> |
| Finance | | |
| Bank charges | <u>3,380</u> | <u>4,755</u> |
| Total resources expended | <u>766,500</u> | <u>822,123</u> |
| Net (expenditure)/income | <u>(90,224)</u> | <u>34,409</u> |

This page does not form part of the statutory financial statements