

Petworth House Tennis Court Limited

Report and Financial Statements

Year ended 30 June 2021

Charity number - 1186389

Company number - 06738258



Petworth House Tennis Court Limited

Report and Accounts – year ended 30 June 2021

Reference and administrative information

Trustees and Directors

The following Trustees and Directors have served during the year:

Robert Dolman, Chairman

Nigel Draffan

David Fortune

Andrew Falk (resigned 1 July 2020)

Charles Fuente

Simon Knight

Ian McNally

Carole Muir

Robert Muir

Andrew Page

John Petersen, Secretary

Philip Robinson (resigned 1 July 2020)

Christopher Swan

Julian Wilkinson

Principal Office

Estate Yard

Park Road

Petworth GU28 0DU

Charity Number

1186389

Company Number

06738258

Independent accounting examiners

SBM Associates Limited, 24 Wandsworth Road, London, SW8 2JW

Honorary Solicitor

Charles Fuente

Bankers

Barclays Bank Plc, Leicester, Leicestershire LE87 2BB

Website

<http://petworthrealtennis.com>

Petworth House Tennis Court Limited

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Report of the Directors for the year ended 30 June 2021

The Directors present their annual report and financial statements of the Charity for the year ended 30 June 2021. The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Structure, governance and management

Petworth House Tennis Court Limited (the “Charity”) was incorporated on 31 October 2008 as a private company limited by guarantee (company number 06738258) and registered as a charity (charity number 1186389) on 15 November 2019. It is governed by its Memorandum and Articles of Association, company and charity law. It seeks to undertake its chosen charitable work through the deployment of its existing funds (both income and capital). It has twelve directors, who act as trustees of the Charity.

The existing directors will appoint new directors where necessary to complement the skills available to the board. The Memorandum and Articles of Association require a minimum of two directors, with no maximum number. As required by the Memorandum and Articles of Association, one-third (2020 - all) of the directors will retire at the annual general meeting of the Charity held to consider these accounts and being eligible, offer themselves for re-election.

New directors are provided with information on their responsibilities as directors and trustees and are briefed on the areas of activity of the Charity.

Directors’ meetings are held to discuss strategy and policy. The Chairman and the responsible Directors handle day-to-day administration, such as membership, fixtures, bookkeeping, finance and general administration. All the Directors give their time and no remuneration was paid in the year. None of the Directors has claimed any expenses nor are there any related party transactions, except as noted in these financial statements.

Objectives and activities for the public benefit

The Charity promotes community participation in healthy recreation, in particular by the provision of facilities for the playing of Real Tennis. The Charity also promotes the conservation, preservation and improvement for the public benefit as a building of historic interest the Real Tennis Court at Petworth and education of the public about the history and heritage of the building. In determining how to achieve these objectives, the Directors have complied with their obligation to have proper regard to the guidance on public benefit published by the Charities Commission in exercising their powers or fulfilling their duties.

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Achievements and Performance

Petworth House tennis court, one of only 27 in the UK, has existed in its present location since 1872 and the present club has played real tennis in it since 1960. The court is now leased for 99 years from the National Trust. An extension was completed in 2018 to provide better changing facilities with clubroom and kitchen. This will ensure that both the sport of Real Tennis and the architecturally significant building will be secured for the long-term future.

The club has a long history as one of the leading Real Tennis clubs in the UK with a strong tradition of playing opportunities for all ages and abilities, all genders and as a breeding ground for UK amateur champions. The club finds itself in a geographical area characterised by a high proportion of retired residents. It is a friendly and inclusive club that contributes significantly to the physical and mental health of its members, many of whom are retired. The club offers all the benefits of a typical tennis or sports club: providing exercise, improvement to health, development of hand/eye co-ordination and sociability.

The club prides itself on providing playing facilities of the highest quality. These facilities are not only available for use by local schools and community interest groups but are also able to host real tennis events up to national level providing inspiration to aspiring champions.

The 2020/21 season was hit again by two lockdowns which effectively closed the court for almost six months. We were able to complete our 2019/20 handicap singles tournaments with the Maclay Penthouse Cup being won by Hereward Taylor (our most improved player), the Smith Bingham Trophy by Tom Miller and the Coote Decanter by James Carnegie-Brown.

Sadly, we were unable to coach any schools due to Covid restrictions but coaching will now be resumed with Seaford College, Westbourne House and hopefully Cottesmore. We also have three new schools that could start coaching in the New Year. Four young members were invited to take part in The Tennis & Rackets Association academy for the 2020/21 season. Toby Barton and Bertie Vallat (junior squad) and Max Trueman and Ollie Taylor (senior squad).

During the year the Tennis and Rackets Association launched what is known as the Investment in Professionals (IIP) Programme to encourage clubs to take on apprentices in the hope of recruiting more young players to become professionals. We have been keen to support the initiative, although it remains to be seen whether anyone suitable emerges for us to consider.

Our membership decreased to 482 (2020 – 493) due to few new members joining but the club remains in good heart now that we are fully open again.

The directors of the Charity are grateful to our professionals for their hard work and to our members for their encouragement and financial support. They would also like to thank Rathbone Investment Management for their kind support of junior tennis.

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Financial Review

The net movement in funds for the year ended 30 June 2021 was a surplus of £21,739 (2020 – surplus of £16,474). This reflects a decrease in Donations and legacies to £92,048 from £109,319 in 2020. This decrease arises primarily from the donations in the prior year to support the Charity through the Covid 19 pandemic. During the year small government grants of £18,008 were received (2020 - £10,000).

Expenditure on charitable activities decreased to £73,217 from £93,515 in 2020. The significant decrease arose due to there being no repairs to the court in the current year (2020 - £25,361).

During the prior year the Charity invested £15,000 in accumulation units in the COIF Charities Investment Fund, a listed investment in the United Kingdom. At the 30 June 2021 there was an unrealised gain on the investment of £4,333 (2020 - £1,258). The Charity has £60,000 invested in a 5-year fixed rate business, trust and charity bond with an interest rate of 2.5%. Bank interest receivable amounted to £1,508 (2020 - £908).

Unrestricted funds at 30 June 2021 amounted to £100,073 (2020- £78,334).

The prime risk to the Charity is that funds raised fail to meet liabilities as they fall due. This risk is mitigated as the Directors have prepared and considered expected cash flows such that they are confident that they will have the funds to meet all liabilities as they fall due.

Reserves policy

Reserves are needed to bridge the gap between the spending and receiving of income and to cover unplanned expenditure. The trustees aim to continue to build up the unrestricted reserves of the Charity as these will reflect cash funds that will enable liabilities to be met as they fall due.

Directors' responsibilities in relation to the financial statements

The Directors are responsible for preparing the Directors' 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 Directors to prepare financial statements for each financial year, which give a true and fair view of the state of the affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for the year. In preparing these financial statements, the Directors 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;

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- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Foundation will continue in operation.

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

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

Approved by the Directors on 26 September 2021 and signed on their behalf by:

Robert Dolman
Chairman



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INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS OF PETWORTH HOUSE TENNIS COURT LIMITED FOR THE YEAR ENDED 30 JUNE 2021

I report to the Charity Trustees on my examination of the financial statements of Petworth House Tennis Court Limited (the Charity) for the year ended 30 June 2021.

Responsibilities and basis of report

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

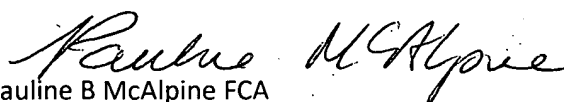
Having satisfied myself that the financial statements of the Charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the Charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1) accounting records were not kept in respect of the Charity as required by section 386 of the 2006 Act; or
- 2) the financial statements do not accord with those records; or
- 3) the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4) the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.


Pauline B McAlpine FCA
SBM Associates Limited
24 Wandsworth Road
London SW8 2JW

14 December 2021

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STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 JUNE 2021

	Note	Year to 30 June 2021	Year to 30 June 2020
Income:			
Donations and legacies	4	92,048	109,319
Income from charitable activities		-	-
Investment income – bank interest receivable		1,508	908
Total income		93,556	110,227
Expenditure:			
Expenditure on raising funds		-	-
Expenditure on charitable activities:	5	73,217	93,515
Interest payable and similar charges		1,675	1,496
Total expenditure		74,892	95,011
Net Income		18,664	15,216
Net gains on investments		3,075	1,258
Net Movement in Funds		21,739	16,474
Unrestricted Funds brought forward at 1 July 2020		78,334	61,860
Unrestricted Funds carried forward at 30 June 2021		100,073	78,334

The above results are derived from continuing activities and relate to the unrestricted income fund. There were no other recognised gains or losses other than those stated above.

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Company Number - 06738258

BALANCE SHEET AT 30 JUNE 2021

	Note	2021 Unrestricted Funds	2021 Restricted Funds	2021 Total Funds	2020 Total Funds)
Fixed assets					
Tangible assets	7	218,949	101,151	320,100	335,942
Heritage assets	8	-	-	-	-
Investments	9	80,837	-	80,837	76,258
Total fixed assets		299,786	101,151	400,937	412,200
Current assets					
Debtors	10	2,363	-	2,363	8,982
Cash at bank and in hand		53,973	-	53,973	27,500
Total current assets		56,336	-	56,336	36,482
Liabilities					
Creditors, amounts falling due within one year	11	(116,049)	-	(116,049)	(108,013)
Net current liabilities		(59,713)	-	(59,713)	(71,531)
Total assets less current liabilities		240,073	101,151	341,224	340,669
Creditors, amounts falling due after more than one year	12	(140,000)	-	(140,000)	(150,000)
Net assets		100,073	101,151	201,224	190,669
The funds of the Charity:					
Unrestricted income fund	13	100,073	-	100,073	78,334
Restricted fund	13	-	101,151	101,151	112,335
Total Charity funds		100,073	101,151	201,224	190,669

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For the year ending 30 June 2020 the Charity was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the Charity to obtain an audit of its accounts for the period in question in accordance with section 476 of the Companies Act 2006

The directors acknowledge their responsibilities for a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006; and b) 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

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

Approved by the Directors on 26 September 2021 and signed on their behalf by:



Julian Wilkinson

Petworth House Tennis Court Limited

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NOTES TO THE ACCOUNTS

1. Accounting Policies

Petworth House Tennis Court Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Estate Yard, Park Road, Petworth, GU28 0DU.

(a) Basis of preparation

The financial statements have been prepared in accordance with the charity's Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £. The financial statements have been prepared under the historical cost convention.

(b) Funds structure

The Company has a restricted fund and an unrestricted income fund. The Directors may, at their discretion, allocate any part of the unrestricted income fund to the purposes of the Charity.

(c) Income recognition policies

Items of income are recognised once the Charity becomes legally entitled to the income, it is probable that the income will be received, any performance conditions have been met or are fully within the control of the Charity and the amount can be measured reliably. Membership subscriptions and sponsorships are included as Income from donations as these are, in substance, donations rather than payment for goods or services. Gift Aid is specifically related to the original donation.

(d) Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to the expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

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NOTES TO THE ACCOUNTS (Continued)

(e) Tangible Assets

Tangible assets are recognised on the balance sheet at cost. Depreciation is provided so as to write off the cost of the asset over its useful economic life which for leasehold improvements is estimated at fifty years and for furniture and equipment is estimated at 5 years.

(f) Heritage Assets

Heritage assets are not recognised on the balance sheet as information on their cost or valuation is not available and such information cannot be obtained at a cost commensurate with the benefit to the users of the financial statements.

(g) Investments

Investments in shares, which can be publicly traded, are measured at fair value (market value). Movements in market value are shown as unrealised gains/losses in the Statement of Financial Activities. Cash and cash equivalents are recognised at amortised cost.

(h) Government Grants

Government and other grants had previously been recognised using the accrual model option (section 24 of FRS102) that is not permitted by the Charities SORP. The grants for the extension that were received in the year ended 30 June 2018 and earlier are now recognised in income in the Restricted Fund on a systematic basis over the expected useful life of the assets. (See note 13)

(i) Concessionary Loans

Concessionary loans are loans received by the Charity to further its purposes and the interest charged is below the prevailing market rates. Concessionary loans are measured at the amount received with the carrying amount adjusted in subsequent years to reflect repayments.

2. Going Concern

The Directors have made a positive assessment of the Charity's ability to continue as a going concern. In assessing whether the going concern assumption is appropriate the directors have considered all available information about the future and specifically whether future incoming resources will generate sufficient funds to enable all existing liabilities to be settled as they fall due.

3 Related Party transactions and Directors' remuneration

The Directors received no emoluments and reclaimed no expenses during the year (2020 – nil).

Three directors provided concessionary loans to the Charity aggregating to £30,000 (2020 = £30,000).

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NOTES TO THE ACCOUNTS (Continued)

4 Donations and legacies

	Note	2021	2020
		£	£
Membership subscriptions		73,540	65,208
Donations		500	30,909
Sponsorship		0	3,000
Small business government grants		18,008	10,000
Sundry		-	202
		92,048	109,319

5 Expenditure on charitable activities

Expenditure in pursuit of the Charity's objects:

		2021	2020
		£	£
Rent		15,000	11,000
Repairs to Court		-	25,361
Closed Courts		32,805	22,724
Equipment and maintenance		1,342	5,868
Light, heat and water		8,528	13,160
Youth development		1,462	432
Competitions and tournaments		-	769
Depreciation of leasehold improvements		4,658	4,658
Stamp duty land tax		-	-
Cleaning and waste disposal		3,299	3,499
Support and governance costs	6	6,123	6,044
		73,217	93,515

6 Support and governance costs

	2021	2020
	£	£
Independent examiner's remuneration	560	1,000
Insurance	1,566	1,418
Telephone and internet	2,106	1,817
Printing, stationery and other costs	1,698	1,622
Sundry	193	187
	6,123	6,044

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NOTES TO THE ACCOUNTS (Continued)

7 Tangible Fixed Assets

	Furniture & Equipment	Leasehold Improvements	Total
Cost	£	£	£
At 1 July 2020 and 30 June 2021	47,167	320,459	367,626
Depreciation			
At 1 July 2020	18,866	12,818	31,684
Charge for year	9,434	6,408	15,842
At 30 June 2021	28,300	19,226	47,526
Net book value at 30 June 2020	28,301	307,631	335,942
Net book value at 30 June 2021	18,867	301,233	320,100

The allocation of the depreciation charge between funds is:

Unrestricted Fund -	£4,658
Restricted Fund -	£11,184

8 Heritage Assets

The Charity holds a number of heritage assets that have been acquired by donation in prior years. These include:

- Real tennis rackets of historical interest and other real tennis memorabilia:
- Pictures, prints and photographs:
- A bas-relief “A History of Tennis at Petworth” by Philip Jackson.

The directors consider that the cost of valuation of the collection is likely to exceed the benefits provided by the information and as such no value is recognised in these financial statements.

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NOTES TO THE ACCOUNTS (Continued)

9. Investments

Listed investment assets in U.K.	2021	2020
	£	£
Market value at 1 July	16,258	-
Additions to investments at cost	-	15,000
Unrealised gain on revaluation	3,075	1,258
Market value at 30 June	<u>19,333</u>	<u>16,258</u>
Cash and cash equivalents		
At 1 July	60,000	-
Additions to investments at cost	-	60,000
Realised interest	1,504	
At 30 June	<u>61,504</u>	<u>60,000</u>
Total at 30 June	<u>80,837</u>	<u>76,258</u>

Cash and cash equivalents represent a 5-year fixed rate business, trust and charity bond with an interest rate of 2.5%.

10. Debtors

	2021	2020
	£	£
Other debtors	-	6,684
Prepayments and accrued income	2,363	2,298
	<u>2,363</u>	<u>8,982</u>

11. Creditors, amounts falling due within one year

	2021	2020
	£	£
Other creditors	2,892	923
Accruals and deferred income	3,157	7,090
Concessionary loan payable	110,000	100,000
	<u>116,049</u>	<u>108,013</u>

A concessionary loan payable of £100,000 is repayable if the lender gives one month's notice requiring repayment. This concessionary loan is unsecured and interest is payable at 1% per annum.

A concessionary loan payable of £10,000 is unsecured and interest free.

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NOTES TO THE ACCOUNTS (Continued)

12. Creditors, amounts falling due after more than one year

	2021	2020
	£	£
Concessionary loans payable		
Within two and five years	-	10,000
Within five and ten years	140,000	140,000
	<u>140,000</u>	<u>150,000</u>

The concessionary loans comprise fourteen ten-year loans. All the loans are unsecured and interest free.

13. Analysis of funds

	2021	2021	2020	2020
	£	£	£	£
	Restricted Fund	Unrestricted income fund	Restricted Fund	Unrestricted income fund
Fund brought forward at 1 July	112,335	78,334	123,519	61,860
Add: Income	-	93,556	-	110,227
Less: Expenditure	(11,184)	(74,892)	(11,184)	(95,011)
Add/Less: Gains and losses	-	3,075	-	1,258
Fund carried forward at 30 June	<u>101,151</u>	<u>100,073</u>	<u>112,335</u>	<u>78,334</u>

Restricted funds brought forward at 1 July 2019 have been restated as disclosed in note 1(h).

14. Legal status

The Charity is a company limited by guarantee. The liability of each member in the event of a winding up is limited to £1.