

CHARITY REGISTRATION NUMBER: 1198258

CARDIFF BMX RACING CLUB
Unaudited Financial Statements
31 December 2023

HARPER SHELDON LIMITED

Chartered accountants
Midway House
Staverton Technology Park
Herrick Way, Staverton
Cheltenham, Glos.
GL51 6TQ

CARDIFF BMX RACING CLUB

Financial Statements

Year ended 31 December 2023

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CARDIFF BMX RACING CLUB

Trustees' Annual Report

Year ended 31 December 2023

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 December 2023.

Reference and administrative details

Registered charity name	CARDIFF BMX RACING CLUB
Charity registration number	1198258
Principal office	National BMX Centre Wales Riverside Park Llanrumney Cardiff CF3 4JL

The trustees

Mr G Jones
Mr H Copping
Mr S Johnston
Mr W Soffe

Independent examiner	James Harper Midway House Staverton Technology Park Herrick Way, Staverton Cheltenham, Glos. GL51 6TQ
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Structure, governance and management

The Charity's governing document is the Cardiff BMX Racing Club Constitution which was registered with the Charity Commission on 15th March 2022.

The Charity maintains accounting records and reconciles the bank for the Charitable Incorporated Organisation. The Charity Commission self-assessment checklist is used on an annual basis to evaluate the charity's performance. The charity also assesses its purpose, mission and values against the Charity Commission's 'hallmarks' of a good charity. The Trustees oversee the management of the charity, with the day to day running and administration of the Club delegated to the Club Committee. The charity adopts a policy in respect of reasonable expenses in relation to duties carried out by the Trustees and others in respect of Trust affairs. An annual financial review meeting is held, where the accounts and annual report are discussed. The charity also reassesses its purpose and achievements each year at that meeting.

CARDIFF BMX RACING CLUB

Trustees' Annual Report *(continued)*

Year ended 31 December 2023

Objectives and activities

The Charity's Constitution, incorporated 15th March 2022 sets the objects as being "the promotion of community participation in healthy recreation for the benefit of the inhabitants of South Wales by the provision of facilities to participate in BMX Racing and Cycling."

Activities of the charity during 2023 focussed on completing the build of the new facility. Construction which started in 2022 continued through to July 2023 when funds were found to be insufficient to complete the build in time for any summer activity. The Club liaised with Welsh Cycling and Sport Wales for the remainder of 2023 to secure the additional funding needed to complete the facility.

Alongside all the challenges with the facility build, activities remained focussed on building up the membership and encouraging participants to get involved with BMX Racing.

Achievements and performance

The Charity remained relatively inactive during 2023 whilst the club waited for the construction of the new facility – The National BMX Centre Wales.

Financial review

These accounts include a full year's activity as at 31st December 2022, with a surplus of £1,477,744 after all trading activities and donations received. The charity had assets of £1,481,542 and liabilities of £3,798 at the balance sheet date.

Plans for future periods

After all the delays with funding the track is currently due for completion in the Summer of 2024 and until that time, club activity will remain minimal. Once the track is open the club plans to offer open and coached sessions to the local community and to offer competitive racing at club/regional/national/international level as soon as is practical.

The trustees' annual report was approved on 14 October 2024 and signed on behalf of the board of trustees by:



Mr H Copping
Trustee

CARDIFF BMX RACING CLUB

Independent Examiner's Report to the Trustees of CARDIFF BMX RACING CLUB

Year ended 31 December 2023

I report to the trustees on my examination of the financial statements of CARDIFF BMX RACING CLUB ('the charity') for the year ended 31 December 2023.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

I have completed my examination. I confirm that no material 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 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.



James Harper
Independent Examiner

Midway House
Staverton Technology Park
Herrick Way, Staverton
Cheltenham, Glos.
GL51 6TQ

CARDIFF BMX RACING CLUB

Statement of Financial Activities

Year ended 31 December 2023

		Year to 31 Dec 23	Period from 15 Mar 22 to 31 Dec 22
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	4	856,735	856,735
Charitable activities	5	8,769	8,769
Total income		<u>865,504</u>	<u>865,504</u>
Expenditure			
Expenditure on raising funds:			
Costs of other trading activities	6	4,989	4,989
Expenditure on charitable activities	7,8	117,944	117,944
Total expenditure		<u>122,933</u>	<u>122,933</u>
Net income and net movement in funds		<u>742,571</u>	<u>742,571</u>
Reconciliation of funds			
Total funds brought forward		1,477,744	1,477,744
Total funds carried forward		<u>2,220,315</u>	<u>2,220,315</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 7 to 13 form part of these financial statements.

CARDIFF BMX RACING CLUB

Statement of Financial Position

31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	12	2,060,665	1,247,342
Current assets			
Stocks	13	8,948	—
Debtors	14	150,486	146,192
Cash at bank and in hand		12,264	88,008
		171,698	234,200
Creditors: amounts falling due within one year	15	12,048	3,798
Net current assets		159,650	230,402
Total assets less current liabilities		2,220,315	1,477,744
Net assets		2,220,315	1,477,744
Funds of the charity			
Unrestricted funds		2,220,315	1,477,744
Total charity funds	16	2,220,315	1,477,744

These financial statements were approved by the board of trustees and authorised for issue on 14 Oct 24, and are signed on behalf of the board by:

Hugh Copping

Mr H Copping
Trustee

The notes on pages 7 to 13 form part of these financial statements.

CARDIFF BMX RACING CLUB

Statement of Cash Flows

Year ended 31 December 2023

	2023 £	2022 £
Cash flows from operating activities		
Net income	742,571	1,477,744
<i>Adjustments for:</i>		
Accrued expenses	8,250	3,798
<i>Changes in:</i>		
Stocks	(8,948)	—
Trade and other debtors	(4,294)	(146,192)
Cash generated from operations	737,579	1,335,350
Net cash from operating activities	<u>737,579</u>	<u>1,335,350</u>
Cash flows from investing activities		
Purchase of tangible assets	(813,323)	(1,247,342)
Net cash used in investing activities	<u>(813,323)</u>	<u>(1,247,342)</u>
Net (decrease)/increase in cash and cash equivalents	(75,744)	88,008
Cash and cash equivalents at beginning of year	88,008	—
Cash and cash equivalents at end of year	<u>12,264</u>	<u>88,008</u>

The notes on pages 7 to 13 form part of these financial statements.

CARDIFF BMX RACING CLUB

Notes to the Financial Statements

Year ended 31 December 2023

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is National BMX Centre Wales, Riverside Park, Llanrumney, Cardiff, CF3 4JL, Wales.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

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

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

CARDIFF BMX RACING CLUB

Notes to the Financial Statements *(continued)*

Year ended 31 December 2023

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

CARDIFF BMX RACING CLUB

Notes to the Financial Statements *(continued)*

Year ended 31 December 2023

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

CARDIFF BMX RACING CLUB

Notes to the Financial Statements (continued)

Year ended 31 December 2023

3. Accounting policies (continued)

Financial instruments (continued)

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	200	200	429,942	429,942
Grants				
Grants receivable	844,868	844,868	1,207,799	1,207,799
Sponsorship				
Sponsorship	11,667	11,667	—	—
	<u>856,735</u>	<u>856,735</u>	<u>1,637,741</u>	<u>1,637,741</u>

5. Charitable activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Clothing sales	1,564	1,564	91	91
Membership	205	205	160	160
Rent of office space	7,000	7,000	—	—
	<u>8,769</u>	<u>8,769</u>	<u>251</u>	<u>251</u>

CARDIFF BMX RACING CLUB

Notes to the Financial Statements *(continued)*

Year ended 31 December 2023

6. Costs of other trading activities

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Costs of other trading activities - Shop costs	4,989	4,989	568	568

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Support costs	117,944	117,944	159,680	159,680

8. Expenditure on charitable activities by activity type

	Support costs £	Total funds 2023 £	Total fund 2022 £
Activity type 1	117,944	117,944	159,680

9. Analysis of support costs

	Analysis of support costs activity 1 £	Total 2023 £	Total 2022 £
Communications and IT	198	198	78
Finance costs	495	495	1,750
Support costs - Other costs type 1	135,011	135,011	157,852
	135,704	135,704	159,680

10. Staff costs

The average head count of employees during the year was Nil (2022: Nil).

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

11. Trustee remuneration and expenses

No trustee received any remuneration for their services during the period.

CARDIFF BMX RACING CLUB

Notes to the Financial Statements *(continued)*

Year ended 31 December 2023

12. Tangible fixed assets

	Long leasehold property £	Equipment £	Total £
Cost			
At 1 January 2023	1,201,605	45,737	1,247,342
Additions	811,760	1,563	813,323
At 31 December 2023	<u>2,013,365</u>	<u>47,300</u>	<u>2,060,665</u>
Depreciation			
At 1 January 2023 and 31 December 2023	—	—	—
Carrying amount			
At 31 December 2023	<u>2,013,365</u>	<u>47,300</u>	<u>2,060,665</u>
At 31 December 2022	<u>1,201,605</u>	<u>45,737</u>	<u>1,247,342</u>

13. Stocks

	2023 £	2022 £
Raw materials and consumables	<u>8,948</u>	<u>—</u>

14. Debtors

	2023 £	2022 £
Prepayments and accrued income	—	10,498
Other debtors	<u>150,486</u>	<u>135,694</u>
	<u>150,486</u>	<u>146,192</u>

15. Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	<u>12,048</u>	<u>3,798</u>

CARDIFF BMX RACING CLUB

Notes to the Financial Statements *(continued)*

Year ended 31 December 2023

16. Analysis of charitable funds

Unrestricted funds

	At 1 January 2023	Income	Expenditure	At 31 December 2023
	£	£	£	£
General funds	<u>1,477,744</u>	<u>865,504</u>	<u>(122,933)</u>	<u>2,220,315</u>

	At 15 March 2022	Income	Expenditure	At 31 December 2022
	£	£	£	£
General funds	<u>—</u>	<u>1,637,992</u>	<u>(160,248)</u>	<u>1,477,744</u>

17. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2023 £
Tangible fixed assets	2,042,905	2,042,905
Current assets	171,698	171,698
Creditors less than 1 year	(12,048)	(12,048)
Net assets	<u>2,202,555</u>	<u>2,202,555</u>

	Unrestricted Funds £	Total Funds 2022 £
Tangible fixed assets	1,247,342	1,247,342
Current assets	234,200	234,200
Creditors less than 1 year	(3,798)	(3,798)
Net assets	<u>1,477,744</u>	<u>1,477,744</u>

18. Analysis of changes in net debt

	At 1 Jan 2023 £	Cash flows £	At 31 Dec 2023 £
Cash at bank and in hand	<u>88,008</u>	<u>(75,744)</u>	<u>12,264</u>