

**KENT COUNTY RUGBY
FOOTBALL UNION LIMITED**

FINANCIAL STATEMENTS

PERIOD ENDED 30 JUNE 2019

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF KENT COUNTY RUGBY FOOTBALL UNION LIMITED

Opinion

We have audited the financial statements of Kent County Rugby Football Union Limited (the 'union') for the year ended 30 June 2019 which comprise the Income and Expenditure Account and Balance Sheet. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 June 2019;
- have been properly prepared in accordance with the Co-operative and Community Benefit Societies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Committee's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- The Committee has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Community Benefit Societies Act 2014 requires us to report to you if, in our opinion:

- proper books of account have not been kept in accordance with the requirements of the legislation;
- a satisfactory system of control over transactions has not been maintained by the Union in accordance with the requirements of the legislation;
- the income and expenditure account or the other accounts (if any) to which our report relates, and the balance sheet are not in agreement with the books of account of the Union or;
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the Executive Committee

The Committee is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

The Committee is required to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the Club and of its excess of income over expenditure for that period. In preparing these financial statements, the Committee is required to:

- select suitable accounting policies and then apply them consistently ;
- make judgements and estimates that are reasonable and prudent ;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is appropriate to presume that the Union will not continue in business.

The Committee are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the club and to enable them to ensure that the financial statements comply with the Co-operative and Community Benefit Societies Act 2014. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

This report is made solely to the Union's members, as a body, in accordance with section 87 of the Co-operative and Community Benefit Societies Act 2014. Our audit work has been undertaken so that we might state to the Union's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Union and the Union's members as a body, for our audit work, for this report, or for the opinions we have formed.

CRANE & PARTNERS

Chartered Accountants & Registered Auditors

Leonard House

5-7 Newman Road

Bromley

Kent BR1 1RJ

KENT COUNTY RUGBY FOOTBALL UNION LIMITED
INCOME AND EXPENDITURE ACCOUNT
FOR THE PERIOD ENDED 30 JUNE 2019

	2019		2018	
	£	£	£	£
INCOME				
RFU Base Funding		111,532		111,532
RFU Other Grants		25,880		26,687
Club & Members Subs, Donations & Dinner		7,893		7,938
Disciplinary Income		2,696		5,129
Interest		1,879		1,583
Dividends		3,174		3,174
Sponsorship		19,500		23,400
Wooden Spoon Support		5,960		5,000
Competition Entry Fees		33,568		31,274
International tickets		5,448		2,316
Miscellaneous Income		41		4,059
Gain on sale of Investments		-		10,449
Adult Competition Fees & Programmes		-		1,851
Saracens DPP Support		7,575		7,575
Club Charity Donations		1,125		1,000
TOTAL INCOME		226,269		242,968
EXPENDITURE				
Playing expenses (including kit)				
DPP inc. U13/14/15 & Districts	13,027		10,375	
U 16's - U18's XV	12,845		13,872	
U 20's XV	6,792		9,154	
Player Development Centre (PDC)	6,450		10,427	
Senior County Championship & 7's	12,510		7,106	
Youth Mini/Midi Competition	29,578		26,956	
Women's & Girls Rugby	13,849		18,288	
Total Playing expenses		95,051		96,178
Development expenses				
Coaching & Refereeing Group	13,383		12,953	
Education	7,150		7,004	
Wooden Spoon Projects	6,234		5,122	
Adult Competition	3,043		1,268	
Facilities/Small Grants/Safeguarding	22,270		46,901	
Communication & Website	7,742		6,021	
Club Development	15,115		6,805	
SN Competition Support	-		2,000	
Total Development expenses		74,937		88,074
Administration expenses				
Audit	1,600		1,600	
Accountancy Support	4,717		3,224	
Admin & Finance Services	19,133		16,882	
AGM & Handbook Costs	208		4,671	
Bank charges	25		25	
County Dinner & Awards	6,082		6,396	
Office Costs	5,334		8,879	
Discipline	613		1,074	
Governance & Compliance	6,746		4,021	
Sponsor Ticket cost	917		2,110	
Depreciation	8		11	
Total Administration expenses		45,382		48,893
Total Expenditure		215,370		233,145
SURPLUS BEFORE TAXATION		10,899		9,823
Less: Corporation tax charge		-		-
Less: Transfer to Tour Reserve		(7,500)		(7,500)
Transfer to Community Reserve		(1,125)		(1,000)
SURPLUS/(DEFICIT) FOR THE YEAR		2,274		1,323

KENT COUNTY RUGBY FOOTBALL UNION LIMITED
BALANCE SHEET
AS AT 30 JUNE 2019

	Note	2019		2018	
		£	£	£	£
FIXED ASSETS					
Tangible Fixed Assets		25		33	
Fixed Asset Investments	1	198,692	198,717	188,952	188,985
CURRENT ASSETS					
Sundry Debtors		369		7,108	
VAT Recoverable		5,981		8,526	
Cash at Bank and in Hand		354,923		325,773	
		<u>361,273</u>		<u>341,408</u>	
CURRENT LIABILITIES					
Accruals and deferred income		86,174		60,415	
Corporation Tax		-		-	
		<u>86,174</u>		<u>60,415</u>	
NET CURRENT ASSETS			275,099		280,993
TOTAL ASSETS LESS LIABILITIES			<u>473,816</u>		<u>469,978</u>
CAPITAL AND RESERVES					
Share Capital			83		83
Reserves brought forward		279,912		278,589	
Surplus/(Deficit) for the year		2,274		1,323	
Reserves carried forward			<u>282,186</u>		<u>279,912</u>
Community Reserve			35,600		34,475
Tour Reserve			-		14,000
Independent League reserves			4,699		-
Capital Redemption Reserve			5		5
Investment Revaluation Reserve			151,243		141,503
TOTAL CAPITAL AND RESERVES			<u>473,816</u>		<u>469,978</u>

Approved on behalf of the Executive Committee on

S Taylor
Honorary Secretary

P J Dessent
Honorary Treasurer

R J H Clarke
Executive Chairman

KENT COUNTY RUGBY FOOTBALL UNION LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 30 JUNE 2019

1. INVESTMENTS

	<u>2019</u>	<u>2018</u>
Stated at Market Value at the Balance Sheet date.	£	£
Ordinary Shares		
a) Investment Trusts		
4,243 The Scottish Mortgage & Trust Plc	112,546	112,440
2,030 Edinburgh Investment Trust Plc	13,398	15,286
5,000 New City High Yield Fund Limited	2,700	2,835
2,311 The Scottish Investment Trust Plc	21,284	20,152
1,695 Invesco Perpetual Select Trust Plc	2,932	3,221
1,441 Premier Energy and water Trust Plc	1,945	1,747
b) Other		
3,899 Lloyds TSB Group Plc	2,206	2,415
216 Smiths Industries Plc	3,380	3,668
433 Spirax - Sarco Engineering plc	38,301	27,188
	<u>198,692</u>	<u>188,952</u>