

**KENT COUNTY RUGBY
FOOTBALL UNION LIMITED**

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2020

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 2020 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 2020;
- 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 2020

	2020		2019	
	£	£	£	£
INCOME				
RFU Base Funding		110,714		111,532
RFU Other Grants		21,104		25,880
Club & Members Subs, Donations & Dinner		6,317		7,893
Disciplinary Income		2,396		2,696
Interest		2,507		1,879
Dividends		3,174		3,174
Sponsorship		17,500		19,500
Wooden Spoon Support		5,000		5,960
Competition Entry Fees		22,648		33,568
International tickets		2,375		5,448
Miscellaneous Income		9,845		41
Saracens DPP Support		2,000		7,575
Club Charity Donations		1,525		1,125
TOTAL INCOME		207,105		226,269
Playing expenses (including kit)				
DPP inc. U13/14/15 & Districts	5,832		13,027	
U 16's - U18's XV	9,326		12,845	
U 20's XV	9,419		6,792	
Player Development Centre (PDC)	4,167		6,450	
Senior County Championship & 7's	3,534		12,510	
Youth Mini/Midi Competition	16,549		29,578	
Women's & Girls Rugby	8,555		13,849	
Total Playing expenses		57,381		95,051
Development expenses				
Coaching & Refereeing Group	2,797		13,383	
Education	2,965		7,150	
Wooden Spoon Projects	(1,650)		6,234	
Adult Competition	1,437		3,043	
Facilities/Small Grants/Safeguarding	(4,093)		22,270	
Communication & Website	3,149		7,742	
Club Development	107,280		15,115	
Total Development expenses		111,885		74,937
Administration expenses				
Audit	1,800		1,600	
Accountancy Support	4,533		4,717	
Admin & Finance Services	18,570		19,133	
AGM & Handbook Costs	-		208	
Bank charges	125		25	
County Dinner & Awards	1,029		6,082	
Office Costs	3,024		5,334	
Discipline	206		613	
Governance & Compliance	2,470		6,746	
Sponsor Ticket cost	75		917	
Depreciation	6		8	
Total Administration expenses		31,838		45,382
Total Expenditure		201,104		215,370
SURPLUS BEFORE TAXATION		6,001		10,899
Less: Corporation tax charge		-		-
Less: Transfer to Tour Reserve		2,750		(7,500)
Transfer to Community Reserve		(1,525)		(1,125)
SURPLUS/(DEFICIT) FOR THE YEAR		7,226		2,274

KENT COUNTY RUGBY FOOTBALL UNION LIMITED
BALANCE SHEET
AS AT 30 JUNE 2020

	Note	2020		2019	
		£	£	£	£
FIXED ASSETS					
Tangible Fixed Assets		19		25	
Fixed Asset Investments	1	<u>250,844</u>	250,863	<u>198,692</u>	198,717
CURRENT ASSETS					
Sundry Debtors		591		369	
VAT Recoverable		780		5,981	
Cash at Bank and in Hand		<u>440,311</u>		<u>354,923</u>	
		<u>441,682</u>		<u>361,273</u>	
CURRENT LIABILITIES					
Accruals and deferred income		162,525		90,873	
Corporation Tax		-		-	
		<u>162,525</u>		<u>90,873</u>	
NET CURRENT ASSETS			279,157		270,400
TOTAL ASSETS LESS LIABILITIES			<u><u>530,020</u></u>		<u><u>469,117</u></u>
CAPITAL AND RESERVES					
Share Capital			83		83
Reserves brought forward		282,186		279,912	
Surplus/(Deficit) for the year		7,226		2,274	
Reserves carried forward			<u>289,412</u>		<u>282,186</u>
Community Reserve			37,125		35,600
Capital Redemption Reserve			5		5
Investment Revaluation Reserve			203,395		151,243
TOTAL CAPITAL AND RESERVES			<u><u>530,020</u></u>		<u><u>469,117</u></u>

Approved on behalf of the Executive Committee on

S Taylor
Honorary Secretary

B Ashby
Honorary Treasurer

R J H Clarke
Executive Chairman

KENT COUNTY RUGBY FOOTBALL UNION LIMITED
NOTES TO THE ACCOUNTS
FOR THE PERIOD ENDED 30 JUNE 2020

1. INVESTMENTS

	<u>2020</u>	<u>2019</u>
Stated at Market Value at the Balance Sheet date.	£	£
Ordinary Shares		
a) Investment Trusts		
21,215 The Scottish Mortgage Investment Trust Plc	171,842	112,546
2,030 Edinburgh Investment Trust Plc	9,470	13,398
5,000 New City High Yield Fund Limited	2,388	2,700
2,311 The Scottish Investment Trust Plc	17,201	21,284
1,695 Invesco Perpetual Select Trust Plc	2,424	2,932
1,441 Premier Energy and water Trust Plc	1,513	1,945
b) Other		
3,899 Lloyds TSB Group Plc	1,209	2,206
216 Smiths Industries Plc	2,804	3,380
433 Spirax - Sarco Engineering plc	41,993	38,301
	<u>250,844</u>	<u>198,692</u>