

HONITON GOLF CLUB

Office: Tel: 01404 44422
Professional: Tel: 01404 42943
Club House: Tel: 01404 47167
Caterer: Tel: 01404 47885



THE CLUBHOUSE
MIDDLEHILLS
HONITON
DEVON
EX14 9TR
Registration number: 09285572

Honiton Golf Club Limited

(A company limited by guarantee)

Annual Report and Unaudited Financial Statements

for the Year Ended 30 June 2022



Easterbrook Eaton Limited
Chartered Accountants
Cosmopolitan House
Old Fore Street
Sidmouth
Devon
EX10 8LS

Honiton Golf Club Limited

Contents

Company Information	1
Directors' Report	2
Accountants' Report	3
Profit and Loss Account	4
Balance Sheet	5
Statement of Changes in Equity	6
Notes to the Unaudited Financial Statements	7 to 12
Detailed Profit and Loss Account	13 to 16

Honiton Golf Club Limited

Company Information

Directors	Mr P J Clarke Mrs V Richardson Mr N Pulman Mr W Pollock Mr John Tierney N J Whittaker
Company secretary	Mr A Cave
Registered office	Middlehills Honiton Devon EX14 9TR
Accountants	Easterbrook Eaton Limited Chartered Accountants Cosmopolitan House Old Fore Street Sidmouth Devon EX10 8LS

Honiton Golf Club Limited

Directors' Report for the Year Ended 30 June 2022

The directors present their report and the financial statements for the year ended 30 June 2022.

Directors of the company

The directors who held office during the year were as follows:

Mr A Neil (resigned 7 April 2022)

Mr P J Clarke (appointed 10 February 2022)

Mr R Underwood (resigned 8 September 2022)

Mrs V Richardson

Mr N Pulman

Mr R Graham (resigned 10 February 2022)

Mr W Pollock

Mr John Tierney

The following director was appointed after the year end:

N J Whittaker (appointed 25 October 2022)


Principal activity

The principal activity of the company is the operation of a sports facility and members club.

Small companies provision statement

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

Approved and authorised by the Board on 22 December 2022 and signed on its behalf by:



.....
Mr A Cave
Company secretary

**Chartered Accountants' Report to the Board of Directors on the Preparation of the
Unaudited Statutory Accounts of
Honiton Golf Club Limited
for the Year Ended 30 June 2022**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Honiton Golf Club Limited for the year ended 30 June 2022 as set out on pages 4 to 12 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/regulation>.

This report is made solely to the Board of Directors of Honiton Golf Club Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Honiton Golf Club Limited and state those matters that we have agreed to state to the Board of Directors of Honiton Golf Club Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Honiton Golf Club Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Honiton Golf Club Limited has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and profit of Honiton Golf Club Limited. You consider that Honiton Golf Club Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Honiton Golf Club Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

.....
Easterbrook Eaton Limited
Chartered Accountants
Cosmopolitan House
Old Fore Street
Sidmouth
Devon
EX10 8LS
22 December 2022



Honiton Golf Club Limited

Profit and Loss Account for the Year Ended 30 June 2022

	Note	2022 £	2021 £
Turnover		545,962	470,546
Cost of sales		<u>(74,498)</u>	<u>(48,781)</u>
Gross surplus		471,464	421,765
Administrative expenses		(353,106)	(344,641)
Other operating income		<u>1,458</u>	<u>26,619</u>
Operating surplus		<u>119,816</u>	<u>103,743</u>
Other interest receivable and similar income		2,326	1,475
Interest payable and similar expenses		<u>(3,344)</u>	<u>(4,902)</u>
		<u>(1,018)</u>	<u>(3,427)</u>
Surplus before tax	4	118,798	100,316
Tax on profit		<u>(13,730)</u>	<u>(2,907)</u>
Surplus for the financial year		<u>105,068</u>	<u>97,409</u>

The above results were derived from continuing operations.

The company has no recognised gains or losses for the year other than the results above.

The notes on pages 7 to 12 form an integral part of these financial statements.

Honiton Golf Club Limited
(Registration number: 09285572)
Balance Sheet as at 30 June 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	5	454,878	443,734
Current assets			
Stocks	6	16,945	13,378
Debtors	7	17,461	12,443
Cash at bank and in hand		<u>504,140</u>	<u>382,226</u>
		538,546	408,047
Creditors: Amounts falling due within one year	8	<u>(296,811)</u>	<u>(229,104)</u>
Net current assets		<u>241,735</u>	<u>178,943</u>
Total assets less current liabilities		696,613	622,677
Creditors: Amounts falling due after more than one year	8	<u>(35,713)</u>	<u>(66,845)</u>
Net assets		<u><u>660,900</u></u>	<u><u>555,832</u></u>
Reserves			
Other reserves		355,869	355,869
Retained earnings		<u>305,031</u>	<u>199,963</u>
Surplus		<u><u>660,900</u></u>	<u><u>555,832</u></u>

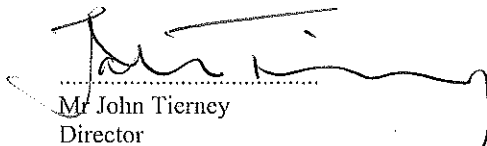
For the financial year ending 30 June 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

Approved and authorised by the Board on 22 December 2022 and signed on its behalf by:


 Mr John Tierney
 Director

Honiton Golf Club Limited

Statement of Changes in Equity for the Year Ended 30 June 2022

	Other reserves £	Retained earnings £	Total £
At 1 July 2021	355,869	199,963	555,832
Surplus for the year	-	105,068	105,068
At 30 June 2022	<u>355,869</u>	<u>305,031</u>	<u>660,900</u>
	Other reserves £	Profit and loss account £	Total £
At 1 July 2020	355,869	102,554	458,423
Surplus for the year	-	97,409	97,409
Total comprehensive income	-	97,409	97,409
At 30 June 2021	<u>355,869</u>	<u>199,963</u>	<u>555,832</u>

The notes on pages 7 to 12 form an integral part of these financial statements.

Honiton Golf Club Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

1 General information

The company is a company limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £10 towards the assets of the company in the event of liquidation.

The address of its registered office is:

Middlehills
Honiton
Devon
EX14 9TR

These financial statements were authorised for issue by the Board on 22 December 2022.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A smaller entities - 'The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland' and the Companies Act 2006 (as applicable to companies subject to the small companies' regime).

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;
it is probable that future economic benefits will flow to the entity;
and specific criteria have been met for each of the company's activities.

Tax

The tax expense for the period comprises current tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Honiton Golf Club Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

Tangible assets

Tangible assets are stated in the balance sheet at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Course machinery and equipment	20% reducing balance
Furniture and fittings	20% reducing balance
3 phase electricity	10% reducing balance
Irrigation	10% reducing balance
Computer equipment	25% reducing balance
Greenkeepers pavilion	10% reducing balance
Machinery sheds	10% reducing balance
Clubhouse	1.25% reducing balance
Bungalow	1.25% reducing balance

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Honiton Golf Club Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the profit and loss account over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Leases

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance leases are recognised at the lower of their fair value at inception of the lease and the present value of the minimum lease payments. These assets are depreciated on a straight-line basis over the shorter of the useful life of the asset and the lease term. The corresponding liability to the lessor is included in the balance sheet as a finance lease obligation.

Lease payments are apportioned between finance costs in the profit and loss account and reduction of the lease obligation so as to achieve a constant periodic rate of interest on the remaining balance of the liability.

Defined contribution pension obligation

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Staff numbers

The average number of persons employed by the company (including directors) during the year, was 11 (2021 - 10).

4 Profit before tax

Arrived at after charging/(crediting)

	2022	2021
	£	£
Depreciation expense	<u>43,412</u>	<u>39,129</u>

Honiton Golf Club Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

5 Tangible assets

	Land and buildings £	Furniture, fittings and equipment £	Total £
Cost or valuation			
At 1 July 2021	283,481	384,131	667,612
Additions	-	64,174	64,174
Disposals	-	(36,687)	(36,687)
At 30 June 2022	283,481	411,618	695,099
Depreciation			
At 1 July 2021	16,154	207,724	223,878
Charge for the year	2,764	40,648	43,412
Eliminated on disposal	-	(27,069)	(27,069)
At 30 June 2022	18,918	221,303	240,221
Carrying amount			
At 30 June 2022	264,563	190,315	454,878
At 30 June 2021	267,327	176,407	443,734

Honiton Golf Club Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

Land and buildings analysis

	Cost	Net Book Amount 2022	Net Book Amount 2021
Land	80,971	80,971	80,971
Bungalow	17,319	16,060	16,263
Club House	175,839	163,057	165,121
Caravan Site	1	1	1
Machinery Sheds	2,801	1,340	1,489
Storm Shelters	2	2	2
Greenkeepers Pavilion	6,548	3,132	3,480
	283,481	264,563	267,327

Other property, plant and equipment analysis

	Cost	Net Book Amount 2022	Net Book Amount 2021
Course Machinery and Equipment	254,642	121,858	102,629
Furniture and Fittings	51,968	15,052	15,852
Computer Equipment	5,857	2,180	1,010
3 Phase Electricity	6,812	3,258	3,620
Irrigation	92,339	47,967	53,296
	411,618	190,315	176,407

Included within the net book value of land and buildings above is £264,563 (2021 - £267,327) in respect of freehold land and buildings.

6 Stocks

	2022 £	2021 £
Other inventories	16,945	13,378

7 Debtors

	2022 £	2021 £
Current		
Prepayments	10,925	10,203
Other debtors	6,536	2,240
	17,461	12,443

Honiton Golf Club Limited

Notes to the Unaudited Financial Statements for the Year Ended 30 June 2022

8 Creditors

Creditors: amounts falling due within one year

	Note	2022 £	2021 £
Due within one year			
Loans and borrowings	9	23,655	23,777
Taxation and social security		20,221	7,606
Accruals and deferred income		5,965	4,325
Other creditors		246,970	193,396
		<u>296,811</u>	<u>229,104</u>

Creditors: amounts falling due after more than one year

	Note	2022 £	2021 £
Due after one year			
Loans and borrowings	9	<u>35,713</u>	<u>66,845</u>

9 Loans and borrowings

		2022 £	2021 £
Non-current loans and borrowings			
Hire purchase contracts		35,713	46,845
Other borrowings		-	20,000
		<u>35,713</u>	<u>66,845</u>

		2022 £	2021 £
Current loans and borrowings			
Hire purchase contracts		<u>23,655</u>	<u>23,777</u>

Honiton Golf Club Limited

Detailed Profit and Loss Account for the Year Ended 30 June 2022

	2022	2021
	£	£
Turnover (analysed below)	545,962	470,546
Cost of sales (analysed below)	<u>(74,498)</u>	<u>(48,781)</u>
Gross surplus	<u>471,464</u>	<u>421,765</u>
Gross surplus (%)	86.35%	89.63%
Administrative expenses		
Employment costs (analysed below)	(158,278)	(192,289)
Establishment costs (analysed below)	(51,082)	(35,731)
General administrative expenses (analysed below)	(97,686)	(72,888)
Finance charges (analysed below)	(6,230)	(4,604)
Depreciation costs (analysed below)	(43,412)	(39,129)
Other expenses (analysed below)	<u>3,582</u>	<u>-</u>
	(353,106)	(344,641)
Other operating income (analysed below)	<u>1,458</u>	<u>26,619</u>
Operating surplus	<u>119,816</u>	<u>103,743</u>
Other interest receivable and similar income (analysed below)	2,326	1,475
Interest payable and similar expenses (analysed below)	<u>(3,344)</u>	<u>(4,902)</u>
	<u>(1,018)</u>	<u>(3,427)</u>
Surplus before tax	<u><u>118,798</u></u>	<u><u>100,316</u></u>

This page does not form part of the statutory financial statements.

Honiton Golf Club Limited

Detailed Profit and Loss Account for the Year Ended 30 June 2022

	2022	2021
	£	£
Turnover		
Subscriptions and locker rents	368,057	323,128
Green fees	134,730	97,995
Bar surplus (see below)	20,180	6,062
Coffee machine surplus	(1,128)	(308)
Caravan rent	-	150
Advertising income	650	1,235
Competitions	14,581	13,138
Retail, hospitality and leisure grant	-	26,143
Rent receivable	8,892	3,003
	<u>545,962</u>	<u>470,546</u>
Cost of sales		
Purchases	(67,695)	(45,498)
Hire of plant and machinery (Operating leases)	(6,803)	(3,283)
	<u>(74,498)</u>	<u>(48,781)</u>
Employment costs		
Greenkeepers' wages	(119,314)	(154,538)
Office staff wages	(33,449)	(32,684)
Staff pensions	(5,515)	(5,067)
	<u>(158,278)</u>	<u>(192,289)</u>
Establishment costs		
Rates	(6,641)	204
Water rates	(2,043)	(1,939)
Light, heat and power	(22,681)	(14,107)
General upkeep	(9,060)	(7,154)
Equipment repairs	(10,657)	(12,735)
	<u>(51,082)</u>	<u>(35,731)</u>
General administrative expenses		
Telephone	(2,381)	(1,844)
Computer software and maintenance costs	(4,013)	(4,091)
Printing, postage and stationery	(3,004)	(2,508)
Insurance	(5,999)	(5,517)
Trade subscriptions	(10,587)	(10,991)
Sundry expenses	(2,996)	(334)
Laundry, sanitation and cleaning	(17,085)	(12,299)
Golf professional services	(27,997)	(19,013)
Motor expenses	(170)	(165)
Advertising	(2,605)	(1,691)

This page does not form part of the statutory financial statements.

Honiton Golf Club Limited

Detailed Profit and Loss Account for the Year Ended 30 June 2022

	2022	2021
	£	£
Accountancy fees	(2,385)	(2,218)
Legal and professional fees	(11,996)	(6,257)
Irrecoverable VAT	(5,934)	(5,960)
Bad debts written off	(534)	-
	<u>(97,686)</u>	<u>(72,888)</u>
Finance charges		
Bank charges	(2,496)	(1,730)
Credit card charges	(3,734)	(2,874)
	<u>(6,230)</u>	<u>(4,604)</u>
Depreciation costs		
Depreciation of course machinery and equipment	(30,466)	(25,657)
Depreciation of furniture and fittings	(3,763)	(3,963)
Depreciation of 3 phase electricity	(362)	(402)
Depreciation of irrigation	(5,330)	(5,922)
Depreciation of computer equipment	(727)	(337)
Depreciation of greenkeepers pavillion	(348)	(387)
Depreciation of machinery sheds	(149)	(165)
Depreciation of clubhouse and bungalow	(2,267)	(2,296)
	<u>(43,412)</u>	<u>(39,129)</u>
Other expenses		
Profit/(loss) on disposal of tangible fixed assets	3,582	-
Other operating income		
Donations	1,458	1,353
Job retention scheme grants	-	23,266
Miscellaneous other operating income	-	2,000
	<u>1,458</u>	<u>26,619</u>
Other interest receivable and similar income		
Bank interest receivable	2,326	1,475
Interest payable and similar expenses		
Other loan interest payable	(500)	(725)
Hire purchase interest	(2,753)	(4,177)
Other interest payable	(91)	-
	<u>(3,344)</u>	<u>(4,902)</u>

This page does not form part of the statutory financial statements.

Honiton Golf Club Limited

Detailed Profit and Loss Account for the Year Ended 30 June 2022

	2022 £	2021 £
Bar account analysis		
Bar sales	106,739	45,697
Bar Costs		
Purchases adjusted for stock	41,306	16,017
Bar staff wages	42,903	22,814
Maintenance and sundries	2,350	804
Net surplus	<u>20,180</u>	<u>6,062</u>