

ETWALL LEISURE CENTRE

STATEMENT OF ACCOUNTS

2001/02

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FOREWORD

1. INTRODUCTION

The Statement of Accounts which follows shows the financial performance of the swimming and squash facilities provided by the Etwall Leisure Centre Joint Management Committee for the year 2001/02. The Joint Management Committee consists of representatives of South Derbyshire District Council and the John Port School, Etwall.

2. FUNDING ARRANGEMENTS

The original Joint Use agreement provided for revenue expenditure to be funded 60% by South Derbyshire District Council and 40% by Derbyshire County Council. However, the John Port School became Grant Maintained in 1993. Initially the school met the contribution previously made by the County Council. However, from 1995 the School reduced its contribution pending the Education Asset Board's (EAB) determination. The matter was then referred to the Secretary of State and revenue expenditure is now to be funded 60% by South Derbyshire District Council, 26% by the John Port School and 14% by the County Council.

3. FINANCIAL SUMMARY

In 2001/02 the net spending of the Joint Management Committee at £144,940 was £3,740 lower than the budgeted expenditure of £148,680. This is shown in more detail below.

The position was as follows:

	Original Budget	Actual	Variance
	£	£	£
Expenditure	289,130	285,576	(3,554)
Operating Income	<u>(140,450)</u>	<u>(140,636)</u>	<u>(186)</u>
Net Expenditure	<u>148,680</u>	<u>144,940</u>	<u>(3,740)</u>
Financed by:			
South Derbyshire District Council	67,430	65,005	(2,425)
John Port School	52,810	51,958	(852)
Derbyshire County Council	<u>28,440</u>	<u>27,977</u>	<u>(463)</u>
	<u>148,680</u>	<u>144,940</u>	<u>(3,740)</u>

4. ASSETS

The ownership of the swimming pool and squash courts is vested in John Port School. The assets are therefore not included in the Joint Management Committee's accounts.

5. **DERBYSHIRE COUNTY COUNCIL LUMP SUM PAYMENT**

During 1999/00 Derbyshire County Council made a Lump Sum payment of £260,000. The payment is in respect of a "buy-out" of the County Council's involvement in the management of Etwall Leisure Centre, in the event of a new Leisure Centre being constructed.

While the existing Leisure Centre is still in use the County Council will continue to pay their annual share of the running costs.

STATEMENT OF ACCOUNTING POLICIES

1. REVENUE TRANSACTIONS

These are maintained on an income and expenditure/accruals basis in accordance with SSAP2. This means that sums due to or from the Joint Committee during the year are included whether or not the cash has actually been received or paid in the year.

An exception to this principle relates to telephone charges which are charged on the due date rather than being apportioned between financial years. This policy is applied consistently each year and therefore does not have a material effect on the year's accounts.

2. ALLOCATION OF EXPENDITURE AND CENTRAL SUPPORT SERVICES

The cost of management and administration have been allocated as follows:

<u>Cost</u>	<u>Basis of Allocation</u>
SDDC Central Departments	Estimated time spent by staff
Central Personnel Costs	Number of staff employed

ETWALL POOL - REVENUE ACCOUNT

2000/2001		2001/2002	
£	Expenditure	£	£
164,003	Employees	162,220	
62,608	Premises	60,673	
597	Transport	630	
36,882	Supplies and Services	43,346	
-	Agency	6,130	
11,074	Establishment	12,577	
<u>275,164</u>		<u> </u>	285,576
	Income		
137,138	Admissions and Sales	140,636	
<u>137,138</u>		<u> </u>	140,636
<u>138,026</u>			<u>144,940</u>
	Financed by:		
60,554	South Derbyshire D C		65,005
50,357	John Port		51,958
27,115	Derbyshire County Council		27,977
<u>138,026</u>			<u>144,940</u>

1. There are no employees with remunerations in excess of £40,000.
2. For the year ended 31 March 2002 the Joint Committee's contribution equals 15.82% of employees superannuable pay. An actuarial review has been completed and resulted in a contribution payable from 1 April 2002 of 292% of employee contributions.

SQUASH COURTS - REVENUE ACCOUNT

2000/2001		2001/2002	
£	Expenditure	£	£
1,207	Premises	1,627	
727	Supplies and Services	719	
2,768	Establishment	3,355	
<u>4,702</u>		<u> </u>	5,701
	Income		
9,044	Admissions and Sales		8,487
<u>(4,342)</u>			<u>(2,786)</u>
	(Surplus)/Deficit		
	Financed by:		
<u>(4,342)</u>	South Derbyshire D C		(2,786)

The squash court is managed by the Etwall Pool Joint Management Committee on behalf of the Leisure Services Committee of South Derbyshire District Council, the (surplus)/deficit being the responsibility of the Leisure Services Committee.

BALANCE SHEET

2000/2001		Notes	2001/2002
	Fixed Assets		
£			£
-	Nil	1	-
	Current Assets		
2,431	Stocks		2,109
29,006	Debtors	2	50,943
220	Cash in Hand	3	220
260,000	Investment	4	260,000
	Current Liabilities		
(291,657)	Creditors	5	(313,272)
_____			_____
-			-
_____			_____

NOTES

1. FIXED ASSETS

Ownership of the Swimming Pool and Squash Courts is vested in John Port School. These are therefore included in their accounts, together with any related financing transactions.

2. DEBTORS

	31 March 2001 £	31 March 2002 £
South Derbyshire District Council	-	-
Derbyshire County Council	15,148	35,201
John Port School	-	3,680
Other	<u>13,858</u>	<u>12,062</u>
	<u>29,006</u>	<u>50,943</u>

3. CASH:

Cash in hand comprises:	£
Drinks Vending Machine Float	4
Snacks Vending Machine Float	16
Till Float	150
General Float	<u>50</u>
	<u>220</u>

4. INVESTMENT

	31 March 2001 £	31 March 2002 £
Alliance & Leicester	<u>260,000</u>	<u>260,000</u>
	<u>260,000</u>	<u>260,000</u>

5. CREDITORS

	31 March 2001 £	31 March 2002 £
South Derbyshire District Council	25,602	49,507
Derbyshire County Council	260,000	260,000
John Port School	4,384	-
Other	<u>1,671</u>	<u>3,765</u>
	<u>291,657</u>	<u>313,272</u>

CASH FLOW STATEMENT 2001/2002

REVENUE ACTIVITIES

£

Expenditure

Payments made on behalf of the Committee

Employees	161,775
Premises	62,705
Transport	630
Supplies and Services	42,012
Agency	6,130
Establishment	12,578
	<u>285,830</u>

Income

Fees and Charges	(145,832)
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Contributions:

- South Derbyshire District Council	(65,005)
- Derbyshire County Council	(11,124)
- John Port School	(43,048)
	<u>(265,009)</u>

REVENUE ACTIVITIES NET CASH FLOW AND (INCREASE)/
DECREASE IN CASH AND CASH EQUIVALENTS

20,821

RECONCILIATION OF SURPLUS TO NET CASHFLOW

(Surplus)/Deficit	20,821
Increase/(Decrease in Creditors)	21,615
(Increase)/Decrease in Debtors	(21,937)
(Increase)/Decrease in Stock	322
(increase)/Decrease in Investments	-
	<u>20,821</u>

STATEMENT OF RESPONSIBILITIES FOR THE STATEMENT OF ACCOUNTS

The Joint Management Committee's responsibilities

The Joint Management Committee is required:

- i) to make arrangements for the proper administration of its financial affairs and to secure that one of its officers has the responsibility of the administration of those affairs. In this instance that officer is the Treasurer to the Joint Management Committee.
- ii) to manage its affairs to secure economic, efficient and effective use of resources and safeguard its assets.

The Treasurer to the Joint Management Committee's responsibilities

The Treasurer is responsible for the preparation of the JMC's statement of accounts which, in terms of the CIPFA/LASAAC Code of Practice on Local Authority Accounting in Great Britain ("the Code of Practice"), is required to present fairly the financial position of the JMC at the accounting date and its income and expenditure for the year.

In preparing this statement of accounts, the Treasurer has:

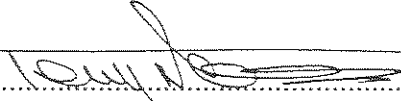
- i) selected suitable accounting policies and then applied them consistently
- ii) made judgements and estimates that were reasonable and prudent
- iii) complied with the Code of Practice.

The Treasurer has also:

- i) kept proper accounting records which were up to date
- ii) taken reasonable steps for the prevention and detection of fraud and other irregularities.

CERTIFICATION BY RESPONSIBLE FINANCIAL OFFICER

I certify that this Statement of Accounts presents fairly the financial position of
Etwall Leisure Centre for the year ended 31 March 2002.


.....
Treasurer to the
Joint Management Committee

19/08/2002
.....
Date



AUDITORS' REPORT

To Etwall Leisure Centre Joint Management Committee

We have audited the statement of accounts on pages 5 to 10 which have been prepared in accordance with the accounting policies applicable to the Joint Management Committee as set out on page 4.

Respective Responsibilities of the Treasurer and Auditors

As described on page 11 the Treasurer is responsible for the preparation of the statement of accounts. Our responsibilities as independent auditors are established by statute, the Code of Audit Practice issued by the Audit Commission and our profession's ethical guidance.

We report to you our opinion as to whether the statement of accounts presents fairly the financial position and results of operations of the Joint Management Committee.

Basis of Opinion

We carried out our audit in accordance with the Audit Commission Act 1998 and the Code of Audit Practice issued by the Audit Commission, which requires compliance with relevant auditing standards.

Our audit included examination, on a test basis, of evidence relevant to the amounts and disclosures in the statement of accounts. It also included an assessment of the significant estimates and judgements made by the Joint Management Committee in the preparation of the statement of accounts and of whether the accounting policies are appropriate to the Joint Management Committee's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the statement of accounts is free from material misstatement whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the statement of accounts.

Opinion

In our opinion the statement of accounts presents fairly the financial position of Etwall Leisure Centre Joint Management Committee at 31 March 2002 and its income and expenditure for the year then ended.

Certificate

We certify that we have completed the audit of accounts in accordance with the requirements of the Audit Commission Act 1998 and the Code of Audit Practice issued by the Audit Commission.

Se Tower

District Audit
19 December 2002