

**ETWALL LEISURE CENTRE JOINT MANAGEMENT COMMITTEE
DRAFT FINAL OUT-TURN 2005/06 (Subject to Audit)**

	Estimates £	Actual £	Variance £
Expenditure			
Employee Expenses	201,890	206,348	4,458
Premises Expenses	28,550	28,614	64
Premises - Recharge from School	51,300	51,859	559
Transport Expenses	750	893	143
Supplies & Services	42,510	44,513	2,003
Central, Departmental & Technical Support	17,000	17,000	0
Gross Expenditure	342,000	349,227	7,227
Less - Income from Fees, Charges & Sales	-155,730	-166,988	-11,258
Net Expenditure	186,270	182,239	-4,031

Financed By			
South Derbyshire District Council	83,600	79,345	-4,255
John Port School	66,740	66,881	141
Derbyshire County Council	35,930	36,013	83
	186,270	182,239	-4,031

SQUASH COURTS

Expenditure			
Employee Expenses	1,800	2,165	365
Premises Expenses	6,570	3,867	-2,703
Supplies & Services	1,300	1,194	-106
Central, Departmental & Technical Support	4,430	4,432	2
Gross Expenditure	14,100	11,658	-2,442
Less - Income from Fees, Charges & Sales	-7,390	-8,308	-918
Net Income	6,710	3,350	-3,360

ETWALL LEISURE CENTRE

STATEMENT OF ACCOUNTS

2005/2006

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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 2005/06. 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 2005/06 the net spending of the Joint Management Committee at £182,239 was £4,031 lower than the budgeted expenditure of £186,270. This is shown in more detail below.

The position was as follows:

	Original Budget	Actual	Variance
	£	£	£
Expenditure	342,000	349,227	7,227
Operating Income	<u>(155,730)</u>	<u>(166,988)</u>	<u>(11,258)</u>
Net Expenditure	<u>186,270</u>	<u>182,239</u>	<u>(4,031)</u>

Financed by:

South Derbyshire District Council	83,600	79,345	(4,255)
John Port School	66,740	66,881	141
Derbyshire County Council	<u>35,930</u>	<u>36,013</u>	<u>83</u>
	<u>186,270</u>	<u>182,239</u>	<u>(4,031)</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.

6. FINANCE AND OPERATING LEASES

An operating lease is used to finance a vending machine. The amount paid under this lease in 2005/2006 was £3,042. The future cash payments required under these leases are estimated at £10,647 expiring in September 2009.

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 reflected in service level recharges
Central Personnel Costs	Number of staff employed

SQUASH COURTS - REVENUE ACCOUNT

2004/2005		2005/2006	
£	Expenditure	£	£
1,641	Employees	2,165	
6,026	Premises	3,867	
758	Supplies and Services	1,194	
3,938	Establishment	4,432	
<u>12,363</u>		<u> </u>	11,658
	Income		
7,413	Admissions and Sales		8,308
<u>4,950</u>			<u>3,350</u>
	(Surplus)/Deficit		
	Financed by:		
<u>4,950</u>	South Derbyshire D C		<u>3,350</u>

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

BALANCE SHEET

2004/2005		Notes	2005/2006
	Fixed Assets		
£			£
-	Nil	1	-
	Current Assets		
786	Stocks		699
45,278	Debtors	2	51,057
200	Cash in Hand	3	200
260,000	Investment	4	260,000
	Current Liabilities		
(306,264)	Creditors	5	(311,956)
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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 2005 £	31 March 2006 £
South Derbyshire District Council	-	-
Derbyshire County Council	30,807	33,743
John Port School	6,555	8,988
Other	<u>7,916</u>	<u>8,326</u>
	<u>45,278</u>	<u>51,057</u>

3. CASH:

Cash in hand comprises:	£
Till Float	150
General Float	<u>50</u>
	<u>200</u>

4. INVESTMENT

	31 March 2005 £	31 March 2006
Alliance & Leicester	<u>260,000</u>	<u>260,000</u>
	<u>260,000</u>	<u>260,000</u>

5. CREDITORS

	31 March 2005 £	31 March 2006 £
South Derbyshire District Council	43,366	44,152
Derbyshire County Council	260,000	260,000
John Port School	-	-
Pension Reserve	1,700	4,700
Other	<u>1,198</u>	<u>3,104</u>
	<u>306,264</u>	<u>311,956</u>

CASH FLOW STATEMENT 2005/2006

REVENUE ACTIVITIES	£
Expenditure	
Payments made on behalf of the Committee	
Employees	209,067
Premises	82,732
Transport	893
Supplies and Services	45,409
Establishment	<u>17,000</u>
	<u>355,101</u>
Income	
Fees and Charges	(169,837)
Contributions:	
- South Derbyshire District Council	(79,345)
- Derbyshire County Council	(36,013)
- John Port School	<u>(66,881)</u>
	(352,076)
REVENUE ACTIVITIES NET CASH FLOW AND (INCREASE)/ DECREASE IN CASH AND CASH EQUIVALENTS	<u><u>3,025</u></u>

RECONCILIATION OF SURPLUS TO NET CASHFLOW

(Surplus)/Deficit	3,025
Increase/(Decrease in Creditors)	5,692
(Increase)/Decrease in Debtors	(5,779)
(Increase)/Decrease in Stock	87
	<u><u>3,025</u></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:

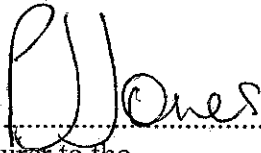
- i) selected suitable accounting policies and then applied them consistently
- ii) made judgements and estimates that were reasonable and prudent
- iii) complied with the Code of Practice.

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 2006.



.....
Treasurer to the
Joint Management Committee



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Date