

British Motorsports Marshals' Club Ltd

Report - 2019 Annual Accounts

This report provides a brief commentary on the key figures in the 2019 accounts that have been filed at Companies House (pages 1, 3 & 5) together with the full Management Information that is for members only.

The Company showed surplus income of £21,914 after -

Income -

- Modest increase in annual subscriptions.
- Effectively full recovery of training expenditure.
- Modest surplus from subsidised clothing sponsorship.
- Slight shortfall in recovery of recruitment expenditure.
- Higher donations received £11,779 (£6,085).

Expenditure –

- Lower IT expenditure.
- Increase in administrations costs £22,360 (£14,929). This has been reversed in 2020.
- Significant VAT refund £17,913 – see commentary on page I of accounts.

The full surplus income has been retained increasing Balance Sheet reserves to £117,943 of which £84,569 is held in cash.

Year-end debtors and creditors are minimal and mostly due to timing differences.

There are no other material issues to record.

Club finances remain strong and should enable us to weather the covid storm.

These accounts will be presented to the 2020 AGM on 6th December as a matter of record.

If any members have any observations or questions please send an email to - nat.treasurer@marshals.co.uk

Colin Barnes

BMMC Director & Treasurer

October 2020

BRITISH MOTORSPORTS MARSHALS' CLUB LTD (A COMPANY LIMITED BY GUARANTEE)

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2019

The directors present their annual report and financial statements for the year ended 31 December 2019.

Principal activities

The principal activity of the company during the year continued to be that of the recruitment, training and provision of marshals for motor sport.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr C N Barnes	
Miss W Batteson	(Resigned 13 July 2020)
Mr M C Cadwallader	(Resigned 7 January 2019)
Mr N Stretton	
Mr J A Watson	(Resigned 1 December 2019)
Mrs N Lewis	
Mr R Coursey	
Mr D Reed	(Resigned 1 December 2019)
Mr P W Wiltshire	
Mr M Broadbent	(Appointed 7 January 2019)
Mr J Jones	
Ms J Poston	
Mr C Whitlock	(Appointed 1 December 2019)
Ms L Kendall	(Appointed 1 December 2019)

Other points

In February 2018 HMRC commenced a routine VAT inspection which ultimately led to a reassessment of £15,324 for the returns submitted covering years 2014 to 2017 and this was recognised in the Club's 2017 annual accounts.

Using our Tax Investigation insurance policy, we engaged the services of professional advisors and undertook lengthy technical discussions with HMRC throughout 2018 and early 2019 leading to the Club lodging a formal appeal with HM Courts & Tribunals Service in May 2019. As a pre-condition of lodging the appeal we were required to make full payment of all liabilities under the terms of the HMRC re-assessments and this was duly done and noted in our 2018 annual accounts as a "post year end" action. This led directly to a financial loss posted in year 2018 and a decision to de-register from VAT at the end of 2018.

In late 2019 with the case drifting towards an appeal hearing and our HMRC Inspector suffering a severe illness a senior HMRC Manager intervened and decided there were weaknesses in their position and agreed to reverse all the original reassessments. We received a full refund by instalments in November 2019 and February 2020 and this has been finalised in the 2019 accounts and reversed to prior year financial loss.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

BRITISH MOTORSPORTS MARSHALS' CLUB LTD (A COMPANY LIMITED BY GUARANTEE)

ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF BRITISH MOTORSPORTS MARSHALS' CLUB LTD (A COMPANY LIMITED BY GUARANTEE) FOR THE YEAR ENDED 31 DECEMBER 2019

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of British Motorsports Marshals' Club Ltd (a Company limited by guarantee) for the year ended 31 December 2019 set out on pages 4 to 10 from the company's accounting records and from information and explanations you have given us.

This report is made solely to the Board of Directors of British Motorsports Marshals' Club Ltd (a Company limited by guarantee), as a body, in accordance with the terms of our engagement letter dated 15 April 2019. Our work has been undertaken solely to prepare for your approval the financial statements of British Motorsports Marshals' Club Ltd (a Company limited by guarantee) and state those matters that we have agreed to state to the Board of Directors of British Motorsports Marshals' Club Ltd (a Company limited by guarantee), as a body, in this report. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than British Motorsports Marshals' Club Ltd (a Company limited by guarantee) and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that British Motorsports Marshals' Club Ltd (a Company limited by guarantee) has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and surplus of British Motorsports Marshals' Club Ltd (a Company limited by guarantee). You consider that British Motorsports Marshals' Club Ltd (a Company limited by guarantee) 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 financial statements of British Motorsports Marshals' Club Ltd (a Company limited by guarantee). 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 financial statements.



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Accountants

18 September 2020
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Alpha House
4 Greek Street
Stockport
Cheshire
SK3 8AB

BRITISH MOTORSPORTS MARSHALS' CLUB LTD (A COMPANY LIMITED BY GUARANTEE)

BALANCE SHEET

AS AT 31 DECEMBER 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	2		14,496		6,549
Investments	3		100		100
			<u>14,596</u>		<u>6,649</u>
Current assets					
Stocks		4,127 ✓		3,199	
Debtors	4	24,648		14,607	
Cash at bank and in hand	1 50153 } 2 34056 } 3 330 } 4 29 }	84,569 ✓		93,239	
		<u>113,344</u>		<u>111,045</u>	
Creditors: amounts falling due within one year	5	(9,997)		(21,664)	
Net current assets			<u>103,347</u>		<u>89,381</u>
Total assets less current liabilities			<u>117,943</u>		<u>96,030</u>
Reserves					
Income and expenditure account			117,943		96,030
Members' funds			<u>117,943</u>		<u>96,030</u>

For the financial year ended 31 December 2019 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the board of directors and authorised for issue on 06.09.2020 and are signed on its behalf by:

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Mr C N Barnes
Director

Company Registration No. 00962892

**BRITISH MOTORSPORTS MARSHALS' CLUB LTD (A COMPANY
LIMITED BY GUARANTEE)**

MANAGEMENT INFORMATION

FOR THE YEAR ENDED 31 DECEMBER 2019

BRITISH MOTORSPORTS MARSHALS' CLUB LTD (A COMPANY LIMITED BY GUARANTEE)

**DETAILED TRADING AND INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2019**

	£	2019 £	£	2018 £
Income				
Subscriptions		44,389		43,190
Training income-BMSTT		27,277		29,362
Regalia income		1,461		1,717
Race income		13,965		15,220
Recruitment refund		2,815		2,712
Clothing subsidy income		24,052		13,916
		<u>113,959</u>		<u>106,117</u>
Cost of sales				
Regalia-costs	2,588		1,240	
Race expenses	15,443		13,040	
Recruitment costs	3,216		3,224	
Clothing subsidy expense	21,233		14,087	
Training	27,378		29,364	
Insurance	5,443		5,379	
Depreciation on plant and machinery	3,366		3,151	
		<u>(78,667)</u>		<u>(69,485)</u>
Gross surplus	30.97%	35,292	34.52%	36,632
Other operating income				
Interests received	100		53	
Other receipts	11,779		6,085	
		<u>11,879</u>		<u>6,138</u>
Administrative expenses				
IT expenditure	2,499		7,798	
Legal and professional fees	4,684		5,873	
Bank charges	2,248		1,562	
Printing, postage and stationery	4,273		6,183	
Advertising	4,072		2,770	
Telephone	974		921	
Sundry expenses	99		230	
Regional administration	10,644		7,229	
Irrecoverable input VAT	(17,913)		20,566	
Membership costs	1,961		1,302	
National administration (including AGM)	11,716		7,700	
		<u>(25,257)</u>		<u>(62,134)</u>
Operating surplus/(deficit)		<u><u>21,914</u></u>		<u><u>(19,364)</u></u>