

ENGLISH VOLLEYBALL ASSOCIATION LIMITED

REPORT OF THE DIRECTORS AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019

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FOR THE YEAR ENDED 31 MARCH 2019

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ENGLISH VOLLEYBALL ASSOCIATION LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2019

DIRECTORS:	Miss S A Atubra Mrs F K Bussey Ms C M Francis S M Griffiths R Harrison A J Walker I K Wall J A Williams A Hernandez B Fogarty
SECRETARY:	Ms S K Storey
REGISTERED OFFICE:	Sportpark 3 Oakwood Drive Loughborough Leicestershire LE11 3QF
REGISTERED NUMBER:	02023635 (England and Wales)
SENIOR STATUTORY AUDITOR:	Niall Kingsley ACA
AUDITORS:	Duncan & Toplis Limited, Statutory Auditor The Gables Bishop Meadow Road Loughborough Leicestershire LE11 5RE

ENGLISH VOLLEYBALL ASSOCIATION LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2019

The directors present their report with the financial statements of the company for the year ended 31 March 2019.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was to promote and encourage in every way the game of volleyball and to act as the governing body for the sport in England.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2018 to the date of this report.

Miss S A Atubra
Mrs F K Bussey
Ms C M Francis
S M Griffiths
A J Walker
I K Wall
J A Williams

Other changes in directors holding office are as follows:

Mrs L A Chandler - resigned 22 March 2019
R Harrison - appointed 21 July 2018
S Matthews - resigned 2 March 2019
K S Nicholls - resigned 21 July 2018
Ms V Widdup - resigned 21 July 2018

A Hernandez and B Fogarty were appointed as directors after 31 March 2019 but prior to the date of this report.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

ENGLISH VOLLEYBALL ASSOCIATION LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2019

AUDITORS

The auditors, Duncan & Toplis Limited, Statutory Auditor, will be proposed for re-appointment at the forthcoming Annual General Meeting.

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

ON BEHALF OF THE BOARD:

A J Walker - Director

19 December 2019

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ENGLISH VOLLEYBALL ASSOCIATION LIMITED

Qualified Opinion

We have audited the financial statements of English Volleyball Association Limited (the 'company') for the year ended 31 March 2019 which comprise the Statement of Income and Retained Earnings, Statement of Financial Position and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, except for the possible effects of the matter described in the basis for qualified opinion section of our report, the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2019 and of its surplus for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for qualified opinion

During the year the finance team and directors identified an issue regarding the potential misclassification of income and a concern that input VAT had been incorrectly recovered. They engaged a specialist VAT team to undertake a detailed review and identify and correct any overclaim. This review discovered that errors had been made relating to the historic treatment of VAT partial exemption. Income had been incorrectly classified as zero rated rather than exempt supplies, and this resulted in additional input VAT being claimed on expenditure in error.

A review of the VAT partial exemption calculations for the period to 31 March 2018 has been performed, and this resulted in an additional liability owed to HM Revenue & Customs of £43,683. This has been reserved in these financial statements to 31 March 2019, as stated in note 12.

Further reviews into the earlier periods ending 31 March 2016 and 31 March 2017 are currently ongoing. Until these reviews are completed, we are unable to quantify the amount of the VAT errors and therefore we are unable to satisfy ourselves that the VAT liability and expenditure included in the financial statements are correctly stated in all material respects.

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 qualified 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 directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have 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.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ENGLISH VOLLEYBALL ASSOCIATION LIMITED

Other information

The directors are responsible for the other information. The other information comprises the information in the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

Except for the possible effects of the matter described in the basis for qualified opinion section of our report, in our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Directors has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

Except for the matter described in the basis for qualified opinion section of our report, in the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Directors.

Arising solely from the limitation on the scope of our work relating to VAT matters, referred to above:

- we have not obtained all the information and explanations that we considered necessary for the purpose of our audit.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made.
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ENGLISH VOLLEYBALL ASSOCIATION LIMITED

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 company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Niall Kingsley ACA (Senior Statutory Auditor)
for and on behalf of Duncan & Toplis Limited, Statutory Auditor
The Gables
Bishop Meadow Road
Loughborough
Leicestershire
LE11 5RE

23 December 2019

ENGLISH VOLLEYBALL ASSOCIATION LIMITED

STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED 31 MARCH 2019

	Notes	2019		2018 as restated	
		£	£	£	£
REVENUE			1,100,236		1,166,301
Administrative expenses			1,032,064		1,143,010
OPERATING SURPLUS			68,172		23,291
Interest receivable and similar income			247		77
SURPLUS BEFORE TAXATION			68,419		23,368
Tax on surplus			62		53
SURPLUS FOR THE FINANCIAL YEAR			68,357		23,315
Retained earnings at beginning of year as previously reported			157,119		4,473
Prior year adjustment - corrections of material errors	4		(129,331)		-
RETAINED EARNINGS AT END OF YEAR			96,145		27,788

The notes form part of these financial statements

STATEMENT OF FINANCIAL POSITION
31 MARCH 2019

		2019		2018 as restated	
	Notes	£	£	£	£
FIXED ASSETS					
Property, plant and equipment	5		11,114		12,353
CURRENT ASSETS					
Inventories		6,523		14,162	
Debtors	6	264,049		242,992	
Cash at bank and in hand		192,062		23,202	
		<u>462,634</u>		<u>280,356</u>	
CREDITORS					
Amounts falling due within one year	7	<u>377,603</u>		<u>264,921</u>	
NET CURRENT ASSETS			<u>85,031</u>		<u>15,435</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u><u>96,145</u></u>		<u><u>27,788</u></u>
RESERVES					
Income and expenditure account			<u>96,145</u>		<u>27,788</u>
			<u><u>96,145</u></u>		<u><u>27,788</u></u>

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

The financial statements were approved and authorised for issue by the Board of Directors on 19 December 2019 and were signed on its behalf by:

A J Walker - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019

1. STATUTORY INFORMATION

English Volleyball Association Limited is a private company, limited by guarantee, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

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

The financial statements cover the individual entity.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Revenue

Revenue is measured at fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. Revenue is recognised upon despatch of goods or on provision of services.

Revenue comprises grant income applied in the year for projects delivered by the company. Grants received for projects not yet delivered are deferred into future accounting periods or recognised over the term of the grant agreement. Sporting Excellence Award funding is recognised in line with the course duration. Membership and subscriptions are accounted for on an accruals basis.

Property, plant and equipment

Property, plant and equipment under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 25% on cost and at varying rates on cost

Inventories

Inventories are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Statement of Income and Retained Earnings, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the statement of financial position date.

2. ACCOUNTING POLICIES - continued

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Going concern

The company currently is dependent on funding from Sport England to fund its day to day operations. The senior management team are actively working on accessing other revenue streams from the development of new programmes that will attract commercial partners. This will ensure the company moves to becoming more self-sustaining and less reliant on government funding in the future.

The current Sport England funding cycle runs for the period 2017-2021. While the company has confirmation of the level of funding for this period, the level of funding beyond this period is not known.

Operating leases

Rentals paid under operating leases are charged to the statement of income and retained earnings on a straight line basis over the lease term.

Financial instruments

The company has chosen to adopt the Sections 11 and 12 of FRS 102 in respect of financial instruments.

Basic financial assets, including trade and other debtors and cash and bank balances are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

At the end of each reporting period financial assets measured at amortised cost are assessed for objective evidence of impairment. If an asset is impaired the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in the income statement.

Basic financial liabilities, including trade and other creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

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 payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2019

3. EMPLOYEES AND DIRECTORS

The average number of employees during the year was 25 (2018 - 25).

4. PRIOR YEAR ADJUSTMENT

Details of the prior year adjustment are shown in note 12.

5. PROPERTY, PLANT AND EQUIPMENT

	Plant and machinery etc £
COST	
At 1 April 2018	495,399
Additions	5,680
	<hr/>
At 31 March 2019	501,079
	<hr/>
DEPRECIATION	
At 1 April 2018	483,046
Charge for year	6,919
	<hr/>
At 31 March 2019	489,965
	<hr/>
NET BOOK VALUE	
At 31 March 2019	11,114
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At 31 March 2018	12,353
	<hr/> <hr/>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018 as restated
	£	£
Trade debtors	215,374	40,961
Other debtors	403	4,631
VAT	-	9,047
Prepayments and accrued income	48,272	188,353
	<hr/>	<hr/>
	264,049	242,992
	<hr/> <hr/>	<hr/> <hr/>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018 as restated
	£	£
Trade creditors	27,094	45,557
Taxation	47	-
Other taxes and social security	11,459	15,532
VAT	43,361	-
Other creditors	28,587	38,721
Accruals and deferred income	267,055	165,111
	<hr/>	<hr/>
	377,603	264,921
	<hr/> <hr/>	<hr/> <hr/>

8. PENSION COMMITMENTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in independently administered funds. During the year contributions have been paid totalling £9,042 (2018 - £4,132) and at the year end £4,315 (2018 - £10,969) was outstanding.

9. OTHER FINANCIAL COMMITMENTS

The company has the following commitments due as follows:

	2019 £	2018 £
Due in less than one year	55,460	44,421
Due between two and five years	104,923	145,010
Due in more than five years	20,800	66,463
	<u>181,183</u>	<u>255,894</u>

10. RELATED PARTY DISCLOSURES

No remuneration was provided by the company to any director.

Expenses of £3,029 (2018 - £1,247) were reimbursed to the directors during the year.

11. LIMITED BY GUARANTEE

The company is limited by guarantee and consequently does not have share capital. Each member is liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.

12. COMPARATIVE INFORMATION

Two prior year adjustments were made during the year ended 31st March 2019.

Revenue:

The first prior year adjustment related to the deferral of grant income that was previously recognised as revenue in the 2018 financial statements. The grant income related to projects not delivered by 31st March 2018, due to an underspend made by the company for the year.

As a result of the adjustment, revenue in the previous year has decreased by £85,648, leading to a decrease in the surplus of the same amount. In addition to this, deferred income shown within creditors for the previous year has increased by £85,648, so overall net assets as at 31st March 2018 decreased by the same amount.

VAT:

The other prior year adjustment related to VAT overclaimed on expenditure in the prior year.

As a result of this adjustment, administrative expenses in the previous year has increased by £43,683, leading to a decrease in the surplus of the same amount. In addition to this, the VAT creditor shown within creditors for the previous year has increased by £43,683, so overall net assets as at 31st March 2018 decreased by the same amount.

Therefore, both adjustments have led to opening reserves for the current year decreasing by £129,331.

ENGLISH VOLLEYBALL ASSOCIATION LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2019

	2019		2018 as restated	
	£	£	£	£
Sales		1,100,236		1,166,301
Establishment costs				
Rent	41,566		96,227	
Rates and water	1,132		1,800	
Insurance	24,033		22,509	
		<u>66,731</u>		<u>120,536</u>
		1,033,505		1,045,765
Administrative expenses				
Wages	430,472		425,701	
Social security	37,546		42,090	
Pensions	9,042		4,132	
Staff and conference expenses	3,802		8,075	
Telephone	3,725		6,844	
Post and stationery	7,239		6,899	
Advertising	2,495		7,219	
Travelling	59,200		70,319	
Motor expenses	432		4,419	
Freelance fees	25,169		72,721	
Purchases and resource costs	33,646		21,655	
Repairs and renewals	1,377		697	
Accommodation	67,587		71,528	
Subsistence	14,086		11,729	
Computer costs	68,575		29,104	
Sundry expenses	11,208		26,243	
Facility/venue hire	43,036		26,200	
Grants paid	10,855		31,775	
Catering	36,606		27,511	
Event fees	24,512		28,180	
Accountancy	14,310		4,906	
Irrecoverable VAT	35,785		55,377	
Subscriptions	8,162		10,885	
Legal fees	1		9,448	
Auditors' remuneration	7,437		9,576	
Foreign exchange losses	947		(670)	
Depreciation of tangible fixed assets				
Fixtures and fittings	6,919		9,059	
		<u>964,171</u>		<u>1,021,622</u>
		69,334		24,143
Selling and marketing expenses				
Bad debts		<u>(4,315)</u>		<u>(3,970)</u>
Carried forward		73,649		28,113

This page does not form part of the statutory financial statements

ENGLISH VOLLEYBALL ASSOCIATION LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2019

	2019		2018 as restated	
	£	£	£	£
Brought forward		73,649		28,113
Finance costs				
Bank charges		5,477		4,822
		<u>68,172</u>		<u>23,291</u>
Finance income				
Deposit account interest		247		77
		<u>68,419</u>		<u>23,368</u>
NET SURPLUS		<u><u>68,419</u></u>		<u><u>23,368</u></u>

This page does not form part of the statutory financial statements