

THE SOUTH SHIELDS GOLF CLUB LIMITED

**REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
31 MARCH 2023**



**THE SOUTH SHIELDS GOLF CLUB LIMITED
COMPANY LIMITED BY GUARANTEE**

COMPANY INFORMATION

DIRECTORS

Mr K Beaney
Mr T Capeling
Mr G Hall
Ms L E Johnson
Mr K J Mcstea
Mr C Oxberry
Mr N Spann
Mr J F Stanley
Mr M Wise

REGISTERED OFFICE

The Golf House
Cleadow Hills
South Shields
NE34 8EG

COMPANY NUMBER

00258734

THE SOUTH SHIELDS GOLF CLUB LIMITED COMPANY LIMITED BY GUARANTEE

THE DIRECTORS' REPORT

PERIOD ENDED 31 MARCH 2023

The directors present their report and the financial statements of the company for the fifteen months period ended 31 March 2023.

Membership

	31 March 2023	31 December 2021
Gentlemen	487	496
Ladies	19	15
Senior Gentlemen	26	23
Senior Ladies	5	5
Juniors	32	28
Honorary	1	1
Life - playing	52	67
Other Categories	<u>33</u>	<u>33</u>
Total playing members	655	668
Life – non playing	15	13
Social	<u>35</u>	<u>35</u>
Total members	<u>705</u>	<u>716</u>

Principal activities and business review

The principal activity of the company is that of running a golf club.

The Club has reported a deficit of £29,989 for the 15-month period compared to a surplus of £18,416 for the prior year. The surplus before depreciation was £34,600 (2021: £53,604) which is an indication of underlying cash generation. The reported deficit for the period reflects the cessation of Covid-19 grants and support together with cost inflation impacting many areas of the Club's cost base. In addition, the Club continues to invest in the course and facilities increasing operating costs as well as £99,680 investment in new greens equipment during the period. On 31 March 2023 the Club had £191,634 of cash (31 December 2021 £148,258).

To continue to be a Community Amateur Sports Club (CASC), a trading subsidiary was established and commenced trading on 1 April 2016. The results reported in these accounts reflect the results of this company only and therefore exclude the income and expenses relating to the new trading subsidiary which are separately reported in those accounts. Consolidated accounts are not required to be prepared.

The Committee would like to express thanks to all members of the Committee of the Club, staff and volunteers, who have willingly given time and expertise in the running of Club affairs, in particular to Mr A W Mordew the 2022/23 Captain and Mr P W Taylor our President.

The Directors

The Committee met on 15 occasions. The directors who served during the period and their attendances were:

Mr K Beaney	(10/15)	
Mr J Gough	(9/12)	Resigned 7 January 2023
Mr G Hall	(0/0)	Appointed 19 April 2023
Mr A Howe	(14/15)	Resigned 19 April 2023
Ms L E Johnson	(0/0)	Appointed 19 April 2023
Mr K J McStea	(15/15)	
Mr A W Mordew	(13/15)	Resigned 19 April 2023
Mr C Oxberry	(0/0)	Appointed 19 April 2023
Mr T Russell	(13/15)	Resigned 19 April 2023
Mr N Spann	(13/15)	
Mr L Palmer	(4/8)	Resigned 21 December 2022
Mr J F Stanley	(8/12)	Appointed 20 April 2022
Mr J Wilson	(11/12)	Appointed 20 April 2022, resigned 16 August 2023
Mr M Wise	(0/0)	Appointed 19 April 2023
Mr D Morton	(1/1)	Appointed 19 April 2022, Resigned 3 May 2022
Mr C Errington	(3/6)	Appointed 19 April 2022, Resigned 10 September 2022
Mr T Capeling	(0/0)	Appointed 19 April 2023

THE SOUTH SHIELDS GOLF CLUB LIMITED COMPANY LIMITED BY GUARANTEE

THE DIRECTORS' REPORT

PERIOD ENDED 31 MARCH 2023

Mr A Howe, Mr T Russell and Mr A W Mordew, retired by rotation at the AGM.

Ladies

The ladies have elected the following officials and committee:

Officials

Captain	Vacant
Honorary Secretary	Vacant
Honorary Treasurer	M Lonsdale
Handicap Secretary	S Robinson

Committee

M Huntley
S Grieves
L Stanton
M Taylor
E Broadbent
I Austin
G Bayfield

Competitions

The following competition winners are congratulated:

Club Championship	L Cook
John Readhead (Gross)	B Willis/L Cook
Alex Purvis (Calcutta)	S Binks
Brock Rose Bowl	C Oxberry
J.H. Evers Trophy	L Taylor
W.C. Mason Trophy	C Hamilton
Robson Trophies	L Palmer/S Baynes
Alexander Cup	A Shaw
President's Trophy	M Thompson
Nick Sharkey Memorial	I Whitwood

Men

Fred Peacock Trophy	P Lund
Gazette Cup	P Bays
Rudd Cup	A Shaw
Military Cup	A Scott
Hopps Trophy	I Cresswell
Moore Hayton Cup	A Watson
Florence Parker Trophy	N Spann/S Mack
Brigham Cup	G Hall/K Hall
Harton Moor Trophy	S Phillips
Calcutta Doubles	C Skinner/J Morton
Howard Turner	J Morton

Ladies

Club Champion	M Lonsdale	Chipchase Vase	Not Played
Gazette Vase	Not Played	Fenwick Salver	L Craig
Clara Anderson Trophy	C Thompson	Mabane Bowl	S Balmer
Hedworth Williamson	E Broadbent	Nancy Walker Trophy	S Grieves
Harton Moor Trophies	E Broadbent/C Mair	Eve Levy Rose Bowl	S Robinson
Mohar Bangle	Not Played	Lady Readhead Trophy	M Graham
Centenary Salver	Not Played	Eleanor New Claret Jug	Not Played
Candelabra	J Collier	Past Captains Salver	A Armstrong
Joyce Evers Brooch	C Thompson	President's Plate	E Lawson
Crystal Rose Bowl	G Bayfield	Millennium Trophy	Not Played

**THE SOUTH SHIELDS GOLF CLUB LIMITED
COMPANY LIMITED BY GUARANTEE**

THE DIRECTORS' REPORT

PERIOD ENDED 31 MARCH 2023

Competitions*(continued)*

Mixed

Hanson Trophy	A&A Musgrave	Coronation Foursomes	G&GH Dodd
Brock Trophy	D&C Thompson	1880 Mixed	Not played
Ivor & Edith Clark Trophy	R Oldroyd/J Baker		

Seniors

Len Dodd Trophy (nett)	P Crookson	Turner (gross)	Trophy N King
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Small company provisions

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

Signed on behalf of the directors



N Spann
Director

Approved by the directors on 21 August 2023

THE SOUTH SHIELDS GOLF CLUB LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2023

Notes	15 months to 31 March 2023 £	12 months to 31 Dec 2021 £
Income	481,494	377,958
Cost of sales	<u>(405,481)</u>	<u>(290,136)</u>
Gross surplus	76,013	87,822
Administrative expenses	(153,910)	(101,411)
Other operating income	<u>58,016</u>	<u>36,006</u>
2 Operating (loss)/surplus	(19,881)	22,417
Interest payable	<u>(10,108)</u>	<u>(4,001)</u>
(Loss)/surplus before taxation	(29,989)	18,416
Taxation	<u>-</u>	<u>-</u>
(Loss)/Surplus for the financial period	<u><u>(29,989)</u></u>	<u><u>18,416</u></u>

THE SOUTH SHIELDS GOLF CLUB LIMITED

BALANCE SHEET

AS AT 31 MARCH 2023

Notes	31 March 2023 £	31 Dec 2021 £
Fixed assets		
5 Investments	3	3
6 Tangible assets	<u>374,574</u>	<u>332,957</u>
	374,577	332,960
Current assets		
7 Debtors	54,850	23,048
Cash at bank and in hand	<u>191,634</u>	<u>148,258</u>
	246,484	171,306
8 Creditors: Amounts falling due within one year:	<u>(309,722)</u>	<u>(181,281)</u>
Net current asset/(liabilities)	<u>(63,238)</u>	<u>(9,975)</u>
Total assets less current liabilities	311,339	322,985
9 Creditors: Amounts falling due after one year:	<u>(143,380)</u>	<u>(125,037)</u>
Net assets	<u>167,959</u>	<u>197,948</u>
Reserves		
Income and expenditure account	<u>167,959</u>	<u>197,948</u>
Members' funds	<u>167,959</u>	<u>197,948</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the period ended 31 March 2023. The members have not required the company to obtain an audit of its financial statements for the period ended 31 March 2023 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- Ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006; and
- Preparing financial statement which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

The financial statements on pages 6 to 16 were approved by the board of directors and authorised for issue on 21 August 2023 and are signed on its behalf by:

N Spann
Director



THE SOUTH SHIELDS GOLF CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2023

1. Accounting policies

Company information

The South Shields Golf Club Limited is a limited company domiciled and incorporated in England. The registered office is listed on page 1 of the financial statements.

The company's principal activities are disclosed in the Directors' Report.

Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest whole £1, except where otherwise indicated.

The financial statements have been prepared on the historical cost convention. The principal accounting policies adopted are set out below.

Going concern

The Board of Directors has a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future on the basis of funds available and forecasts prepared. For this reason they continue to adopt the going concern basis in preparing the financial statements.

Turnover

The turnover shown in the income and expenditure account represents members' subscriptions and fees. Membership subscription and fees are recognised across the relevant period of membership.

Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the financial asset is measured at the present value of the future receipts discounted at a market rate of interest.

THE SOUTH SHIELDS GOLF CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2023

1. Accounting policies (continued)

Other financial assets

Other financial assets, including trade investments, are initially measured at fair value, which is normally the transaction price. Such assets are subsequently carried at fair value and the changes in fair value are recognised in profit or loss, except that investments in equity instruments that are not publicly traded and whose fair values cannot be measured reliably are measured at cost less impairment.

Impairment of financial assets

Financial assets, other than those held at fair value through profit or loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. 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 profit or loss.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when it transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including trade and other payables and bank loans, 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 payments discounted at a market rate of interest.

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

Derecognition of financial liabilities

Financial liabilities are derecognised when, and only when, the company's contractual obligations are discharged, cancelled, or they expire.

THE SOUTH SHIELDS GOLF CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2023

1. Accounting policies (continued)

Taxation

The tax expense represents the sum of the current tax expense and deferred tax expense. Current tax assets are recognised when tax paid exceeds the tax payable.

Current and deferred tax is charged or credited to the profit or loss, except when it relates to items charged or credited to other comprehensive income or equity, when the tax follows the transaction or event it relates to and is also charged or credited to other comprehensive income, or equity.

Current tax assets and current tax liabilities and deferred tax assets and deferred tax liabilities are offset, if and only if, there is a legally enforceable right to set off the amounts and the entity intends either to settle on the net basis or to realise the asset and settle the liability simultaneously.

Current tax is based on taxable profit for the year/period. Taxable profit differs from total comprehensive income because it excludes items of income or expense that are taxable or deductible in other periods. Current tax assets and liabilities are measured using tax rates that have been enacted or substantively enacted by the reporting period.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled based on tax rates that have been enacted or substantively enacted by the reporting date. Deferred tax is not discounted. Deferred tax liabilities are recognised in respect of all timing differences that exist at the reporting date. Timing differences are differences between taxable profits and total comprehensive income that arise from the inclusion of income and expenses in tax assessments in different periods from their recognition in the financial statements. Deferred tax assets are recognised only to the extent that it is probable that they will be recovered by the reversal of deferred tax liabilities or other future taxable profits.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold property	2% straight line per annum
Club house development (included in Freehold property)	5% straight line per annum
Golf course machinery	10% - 25% straight line per annum
Office equipment	20% straight line per annum

No depreciation charge is made in respect of freehold land.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against surplus on a straight line basis over the period of the lease.

THE SOUTH SHIELDS GOLF CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2023

2. Operating (deficit)/surplus

	15 months 31 March 2023 £	12 months 31 Dec 2021 £
The operating (deficit)/surplus is stated after charging/(crediting):		
Other amounts receivable from group undertakings	(58,016)	(36,006)
Depreciation	64,589	35,188
Operating lease costs	<u>15,185</u>	<u>12,102</u>

3. Employees

The average number of persons employed in the reporting period was 9 (2021: 7).

4. Directors Remuneration

No directors received any remuneration from the company during the period (2021: £nil).

5. Investments

	Group companies £
Cost	
At 1 January 2022 and 31 March 2023	<u>3</u>
	3
Net book value	
At 31 March 2023	<u>3</u>
At 31 December 2021	<u>3</u>

Details of the investments in which the company holds more than 10% of the nominal value of any class of share capital are as follows:

	Country of registration and operation	Holding	Proportion of voting rights held	Nature of business
Subsidiary Undertakings:				
South Shields Golf Club Trading Limited (CRN: 09981580)	England	Ordinary Shares	100%	Hospitality and golf

THE SOUTH SHIELDS GOLF CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2023

6. Tangible fixed assets	Office equipment £	Club house, furniture and equipment £	Freehold property £	Golf course machinery £	Total £
Cost					
At 1 January 2022	16,965	84,238	459,185	442,263	1,002,651
Additions	<u>1,472</u>	<u>5,054</u>	<u>-</u>	<u>99,680</u>	<u>106,206</u>
At 31 March 2023	<u>18,437</u>	<u>89,292</u>	<u>459,185</u>	<u>541,943</u>	<u>1,108,857</u>
Depreciation					
At 1 January 2022	13,367	73,949	196,348	386,030	669,694
Charge for the period	<u>1,506</u>	<u>4,156</u>	<u>18,163</u>	<u>40,764</u>	<u>64,589</u>
At 31 March 2023	<u>14,873</u>	<u>78,105</u>	<u>214,511</u>	<u>426,794</u>	<u>734,283</u>
Net book value					
At 31 March 2023	<u>3,564</u>	<u>11,187</u>	<u>244,674</u>	<u>115,149</u>	<u>374,574</u>
At 31 December 2021	<u>3,598</u>	<u>10,289</u>	<u>262,837</u>	<u>56,233</u>	<u>332,957</u>

Hire purchase agreements

Included within the net book value is £64,396 (2021: £nil) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the period in respect of such assets amounted to £15,804 (2021: £nil).

7. Debtors	31 March 2023 £	31 Dec 2021 £
Prepayments	20,541	9,950
Amounts owed by group companies	<u>34,309</u>	<u>13,098</u>
	<u>54,850</u>	<u>23,048</u>

THE SOUTH SHIELDS GOLF CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2023

8. Creditors: Amounts falling due within one year

	31 March 2023	31 Dec 2021
	£	£
Trade creditors	2,364	896
Hire purchase creditor	15,640	-
Bank loan	27,012	28,412
Other taxation and social security	9,336	6,171
Subscriptions in advance	240,241	127,140
Accruals and other creditors	15,129	18,662
	<u>309,722</u>	<u>181,281</u>

9. Creditors: Amounts falling due after one year

	31 March 2023	31 Dec 2021
	£	£
Bank loans	91,893	125,037
Hire purchase creditors	51,487	-
	<u>143,380</u>	<u>125,037</u>

On 28 February 2013 the Club entered into a 15 year term loan with Barclays Bank plc for £110,000. Arrangement and security fees of £2,200 will be amortised over the period of loan repayments. Interest is charged at 3.8% above Libor and repayments commenced in March 2014. The loan is secured via a legal charge against the land and buildings of the Club.

On 5 April 2020 the Club entered into a Covid-19 Business Interruption Loan ("CBIL") with Barclays Bank plc for £100,000. Interest is charged at 3.1% above Libor and repayments commenced in September 2021. The loan is secured via a legal charge against the land and buildings of the Club.

10. Financial instruments

	2023	2021
	£	£
The carrying amount of each category of the Company's financial instruments held at fair value through profit or loss at 31 March were:		
Financial assets	<u>-</u>	<u>-</u>
Financial liabilities	<u>453,102</u>	<u>306,318</u>

THE SOUTH SHIELDS GOLF CLUB LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 MARCH 2023

11. Commitments under operating leases

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2023	2021
	£	£
<i>Operating leases:</i>		
Less than one year	21,890	29,372
Between one and 5 years	61,926	56,619
After more than 5 years	72,473	72,473
	<u> </u>	<u> </u>
Total	156,289	158,464
	<u> </u>	<u> </u>

12. Limited by guarantee

The company is limited by guarantee in that every member undertakes to contribute during the time that he or she is a member, or within one year afterwards such amounts that may be required in the event of the company being wound up, for the payment of the debts, liabilities and the costs of winding-up not exceeding for ordinary and life members £4, for lady members £1 and for honorary, juvenile and temporary members 5p.

13. Related party transactions

Transactions with related parties

During the period the company entered into the following transactions with related parties:

	Management charge	Management charge
	income	income
	2023	2021
	£	£
Subsidiary	<u>58,016</u>	<u>36,006</u>

The following amounts were outstanding at the reporting end date:

	Amount owed by related	Amounts owed by related
	Parties	parties
	2023	2021
	£	£
Subsidiary	<u>34,309</u>	<u>13,098</u>

No guarantees have been given or received.

THE SOUTH SHIELDS GOLF CLUB LIMITED
DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE PERIOD ENDED 31 MARCH 2023

14. Control

The company was under the control of its members throughout the current and previous periods.