

Comment on Final Accounts for the financial year ended 30th June 2014

treasurer.llandaff@gmail.com

The accountant and I have now finalised the accounts for the previous financial year. I apologise for the delay in preparing them. The figures on the profit/loss report differ slightly from those I supplied in the Treasurer's report at the AGM. One reason for this is that the accounts must apportion income and expenses to the year in which those transactions occur. For example, one of our gas bills ran from 2nd June to 4th September, so 29 days are included in the 2013/14 year and the other 66 days are carried forward to the 2014/15 year. The final accounts include all such adjustments made across June 30 2013, whereas the Treasurer's AGM report was prepared without this information. The accountant and I have now recorded the 2014 year-end adjustments on Quickbooks, which should make accounts preparation much quicker for the current year. There is also some difference in categorisation of income/expenditure.

The differences that aren't solely due to year-end adjustments and recategorisation are:

- £10,000 of sponsorship income (Cardiff Met) is now attributed to the 2014/15 year, for consistency with the year in which the funds were received and with the year in which the funds are intended to be spent on the gym refurbishment.
- An additional £5,400 of historical grants received (carried on the balance sheet as a long-term liability) is shown as 'grant income' on the final accounts, and offsets the depreciation of the assets funded by those grants.
- £31,000 of additions to our fleet was recorded as an expense in the Treasurer's report, when they should have been recorded instead as additions to our assets on the balance sheet.

The £36,000 profit for the year is encouraging, but must be interpreted as a net improvement in our financial position rather than as cash earned. It includes additions to our assets such as purchased boats.