

Thames Valley University
Students' Union Club

FINANCIAL STATEMENTS

31 July 2005

INDEPENDENT AUDITORS' REPORT TO THE EXECUTIVE OFFICERS OF THAMES VALLEY UNIVERSITY STUDENTS' UNION

We have audited the financial statements on pages 2 to 6.

This report is made solely to the Executive Officers of Thames Valley University Students' Union as a body. Our audit work has been undertaken so that we might state to the Executive Officers those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Executive Officers as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE UNION EXECUTIVE OFFICERS AND AUDITORS

As described on page 1 of the Annual Report of Thames Valley University Students' Union, the Executive Officers are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit of those statements, and to report our opinion to you.

We report to you our opinion as to whether the financial statements give a true and fair view. We also report to you if, in our opinion, the Executive Officers' Report of Thames Valley University Students' Union is not consistent with the financial statements, if the Students' Union has not kept proper accounting records, or if we have not received all the information and explanations we require for our audit.

We read other information and consider whether it is consistent with the audited financial statements. This other information comprises only the Executive Officers' Report of Thames Valley University Students' Union. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

BASIS OF OPINION

We conducted our audit in accordance with the Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the relevant committees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Students' Union's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material mis-statement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion the financial statements give a true and fair view of the Club's affairs at 31 July 2005 and of its income and expenditure for the year then ended.

BAKER TILLY

Registered Auditor
Chartered Accountants
Lancaster House
7 Elmfield Road
Bromley
Kent BR1 1LT

30 January 2006

Thames Valley University Students' Union Club
 INCOME AND EXPENDITURE ACCOUNT
 for the year ended 31 July 2005

	<i>Note</i>	2005 £	2004 £
SALES		236,728	271,720
Cost of sales		(68,624)	(102,551)
Direct wages		(75,515)	(78,325)
		<hr/>	<hr/>
GROSS PROFIT		92,589	90,844
Administrative expenses		(93,755)	(138,924)
		<hr/>	<hr/>
OPERATING LOSS		(1,166)	(48,080)
Other income		28,395	32,610
		<hr/>	<hr/>
SURPLUS/(DEFICIT) OF EXPENDITURE OVER INCOME FOR THE YEAR	3	27,229	(15,470)
		<hr/> <hr/>	<hr/> <hr/>

Thames Valley University Students' Union Club

BALANCE SHEET

at 31 July 2005

	<i>Note</i>	2005 £	2004 £
CAPITAL AND RESERVES:			
Capital reserve	2	83,213	97,724
Income and expenditure account	3	(276,819)	(318,559)
		<u>(193,606)</u>	<u>(220,835)</u>
REPRESENTED BY:			
TANGIBLE FIXED ASSETS	4	83,213	97,724
CURRENT ASSETS			
Stock		4,119	5,036
Debtors	5	16,018	12,939
Cash at bank and in hand		30,119	1,090
		<u>50,256</u>	<u>19,065</u>
CREDITORS: amounts falling due within one year	6	(92,508)	(93,057)
NET CURRENT LIABILITIES		<u>(42,252)</u>	<u>(73,992)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		40,961	23,732
CREDITORS: amounts falling due after more than one year	7	(234,567)	(244,567)
NET LIABILITIES		<u>(193,606)</u>	<u>(220,835)</u>

The financial statements on pages 2 to 6 were approved by the Sabbatical Committee on behalf of Students Council on 30 January 2006.

Navjeet Sira	President
Dane Lopez-Vito	Vice-President Recreation
Sarah White	Vice-President Education
Philip Wilson	Vice-President Reading

Thames Valley University Students' Union Club

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 July 2005

1 ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost convention.

The Club has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard Number 1, on the grounds that it would be entitled, if it were a limited company, to the exemptions available in Sections 246 and 247 of the Companies Act 1985 for small companies.

GOING CONCERN

The financial statements have been prepared on a going concern basis, on the assumption that Thames Valley University will not demand immediate repayment of the amount owed at 31 July 2005 (see note 7) and that future surpluses of the Club will be sufficient to allow the Club to repay the loan in accordance with the agreed schedule.

TURNOVER

Turnover represents the value, net of value added tax, of goods sold and services provided to students.

FIXED ASSETS

Fixed assets are stated at cost. Depreciation is being charged at varying rates so as to write off the asset cost less any recoverable value over its anticipated useful life. The depreciation rates in use are as follows:

Improvements to premises	-	10% reducing balance basis
General equipment	-	10% - 25% per annum on cost
Fixtures and fittings	-	10% per annum on cost
Disco equipment and lighting	-	20% per annum on cost

STOCKS

Stocks have been valued at the lower of cost and net realisable value.

PENSION COSTS

The cost to the Union in respect of the money purchase personal pension schemes is charged to the income and expenditure account as the contributions fall due.

Thames Valley University Students' Union Club

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 July 2005

2	CAPITAL RESERVE				2005	2004
				£	£	
	1 August 2004			97,724	97,529	
	Transfer (to)/from income and expenditure account			(14,511)	195	
	31 July 2005			<u>83,213</u>	<u>97,724</u>	
3	INCOME AND EXPENDITURE ACCOUNT					
	1 August 2004			(318,559)	(302,894)	
	Surplus/(deficit) for the year			27,229	(15,470)	
	Transfer from/(to) capital reserve			14,511	(195)	
	31 July 2005			<u>(276,819)</u>	<u>(318,559)</u>	
4	FIXED ASSETS					
		Improvements to premises £	General equipment £	Fixtures and fittings £	Disco Equipment and lighting £	Total £
	COST					
	1 August 2004	182,582	73,882	47,285	61,286	365,035
	Additions	-	3,544	-	-	3,544
	31 July 2005	<u>182,582</u>	<u>77,426</u>	<u>47,285</u>	<u>61,286</u>	<u>368,579</u>
	DEPRECIATION					
	1 August 2004	133,283	52,069	30,296	51,663	267,311
	Charge for the year	4,930	6,607	4,532	1,986	18,055
	31 July 2005	<u>138,213</u>	<u>58,676</u>	<u>34,828</u>	<u>53,649</u>	<u>285,366</u>
	NET BOOK VALUE					
	31 July 2005	<u>44,369</u>	<u>18,750</u>	<u>12,457</u>	<u>7,637</u>	<u>83,213</u>
	31 July 2004	<u>49,299</u>	<u>21,813</u>	<u>16,989</u>	<u>9,623</u>	<u>97,724</u>
5	DEBTORS				2005	2004
				£	£	
	Due within one year:					
	Trade debtors			8,967	7,595	
	Other debtors			1,750	2,000	
	Prepayments and accrued income			5,301	3,344	
				<u>16,018</u>	<u>12,939</u>	

Thames Valley University Students' Union Club

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 July 2005

6	CREDITORS	2005	2004
		£	£
	AMOUNTS FALLING DUE WITHIN ONE YEAR		
	Bank overdraft	-	35,318
	Trade creditors	25,687	6,154
	Other taxation and social security	3,399	3,034
	Other creditors and accruals	53,422	38,551
	Loan - due to University	10,000	10,000
		<u>92,508</u>	<u>93,057</u>
		<u><u>92,508</u></u>	<u><u>93,057</u></u>
7	CREDITORS		
	AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR		
	Loan - due to University	234,567	244,567
		<u>234,567</u>	<u>244,567</u>
		<u><u>234,567</u></u>	<u><u>244,567</u></u>

The amount due to the University is due for payment over a 10 year period commencing January 1999 and is interest free. Repayments to date have not been made in accordance with the agreed repayment schedule. The University has confirmed that it will not seek full and final settlement of the outstanding amount nor of any payment of arrears within the financial year ending 31 July 2005.

8 PENSION COMMITMENTS

The Club operates money purchase personal pension schemes with Scottish Widows and Scottish Equitable. Contributions to the schemes are as agreed by the employer. The charge for the year was £901 (2004: £950).

9 RELATED PARTY TRANSACTIONS

Thames Valley University Students' Union ("the Students' Union") is a related party because it is controlled by the same group of elected sabbatical officers that control the Club. The Club and the Students' Union share premises and facilities.