

THE ASSOCIATION OF BRITISH KART CLUBS
PROFIT AND LOSS ACCOUNT AND BALANCE SHEET REPORT ENDING 31/10/11

Please note the previous treasurer I&E reports for the past two years have been made up to 30th November rather than the earlier use of 31st October. These accounts are from 1.11.10 to 31.10.11, so giving a one month overlap with the previous unaudited accounts. This gives time for auditing and preparation prior to the AGM. The accounts have been transferred onto a computer accounting package and were reconciled to bank statements in 2010 prior to commencement.

| Accounts | Expense | Income |
|---|-------------|------------|
| Profit and Loss Report | | |
| ABkC | | |
| From 1/11/10 to 31/10/2011 | | |
| | | |
| | | |
| Indirect expenses | | |
| Administration | £2,628.93 | |
| Grants and donations | £5,935.42 | |
| Insurance | £442.26 | |
| Meeting expenses | £1,073.59 | |
| Miscellaneous expenses | £556.81 | |
| Prize fund | £20,675.00 | |
| Publicity | £3,271.64 | |
| | | |
| Other Income | | |
| Interest earned | | £10.87 |
| Miscellaneous income | | £845.00 |
| Subscriptions | | £6,525.00 |
| Tyre contract income (2 years) (1) | | £42,400.00 |
| | | |
| Totals | £34,583.65 | £49,780.87 |
| Profit / (Loss) | £15,197.22 | |
| Commitments due against current income: | | |
| Championship prize cheques due for 2011 (2) | £20,880.00 | |
| True Profit / (Loss) | (£5,682.78) | |
| | | |

Note 1: This figure is for 2 years. Invoices have been issued already for 2011 for these amounts:

| | |
|--------------------------|--|
| Bridgestone/Zip KF3 only | £2,500 |
| Dunlop | £6,950 (of which £2200 is for Super 4 gearbox) |
| JAG Rotax | £10,250 |
| Total in accounts | £19,700 all paid now |
| Tal-Ko Maxxis TKM | £5,000 Tal-Ko issue cheques direct to drivers |

Note 2: This figure includes £1180 carried over as unclaimed cheques from 2011 and includes £280 from 2010. The unclaimed prize cheque of £75 was paid back to us by cheque by Tal-Ko. (There is a further £75 uncashed 2010 gearbox prize cheque to carry forward for 2012.) The total prize fund for 2011 is therefore £25,880.

As foreseen in the previous year's report, due to miscellaneous income from for instance O Plate fees being waived in 2010/11, the subscription income of £6,525 continues to be insufficient to cover the general expenditure of £7,973.23. Grants to the value of £5,935.42 have also been made which includes 5 Lets Go Karting grants totalling £2,900 (Cumbria, Clay Pigeon, North of Scotland, Shenington and West of Scotland) towards purchases of Honda Cadets against an authorised maximum expenditure of £6,000 / 10 clubs. The MSA have now closed the Lets Go Karting funding.

The Membership comprises of 33 clubs (34 In 2010) providing an income of £6,525 (£6,732). The Steering Group voted to waive the fee of Durham & Yorks until they are producing income once more. Beccles did not rejoin.

BALANCE SHEET REPORT

| Accounts | Asset | Liability |
|---|------------|------------|
| Balance Sheet Report | | |
| ABkC | | |
| Bank Account Opening Balance | | |
| 10123456 Cheque Account (3) | £14,994.48 | |
| 20123456 Deposit Account (4) | £21,793.07 | |
| Bank Account Closing Balance | | |
| 10123456 Cheque Account | £28,670.83 | |
| 20123456 Deposit Account | £21,803.94 | |
| TOTAL on account | £50,474.77 | |
| Debtors | | |
| Lodgemark Press (DVD's) | £110.00 | |
| Zip Kart (Tyre contract income) | £2,500.00 | |
| TOTAL INCLUDING DEBTORS | | |
| Net worth / Capital | £53,084.77 | |
| Profit and Loss | | £15,197.22 |
| Net worth / Capital after 2011 prize dispersement (5) | £32,204.79 | |

Note 3: The 2010 I&E stated the reconciled current account bank balance was £14,222.17, (a difference of £772.31) but this balance does not appear on any statement. This was presumably due to the treasurer making adjustments for uncashed cheques and creditors at that time. The amount above of £14,994.38 was the figure used to transfer to the accounting package, and which allowed for a full reconciliation to the bank statements.

Note 4: The 2010 I&E stated the deposit account balance at 30.11.10 was £21,760.45, however the bank statement for 19 August 2010 shows a balance of £21,782.21 then interest of £10.86 was applied resulting in the balance shown above of £21,793.07, confirmed by the later statements.

Note 5: The net worth for the 2010 I&E was stated to be approximately £36,490, therefore there is a reduction of £4286.

In my opinion despite the increased outgoings on grants the bank balances are still in a healthy situation, well above the minimum of £20,000 often stated to be the absolute minimum required reserve for any legal challenge to the Association. However the steering group should take action to increase income in order at a minimum to balance all administrative and publicity outgoings. It should be noted that all tyre suppliers have agreed to 15% of the 2012 prize money being kept back by the ABkC and used for a club development fund.



Graham Smith

Acting Treasurer

Date: 30/11/11

I have carried out an audit on the ABkC 2010-11 accounts and to the best of my knowledge these are a true and fair view of the financial affairs of the association at the end of their financial year and of the profit and loss of the association for that period and conform to the bank statements.

Signed: Marion Fell
(Marion Fell has signed the master copy, which is on file)

Date: 1.12.11