

**THE SCOUT ASSOCIATION –
BAILIWICK OF GUERNSEY**

**UNAUDITED FINANCIAL
STATEMENTS**

31 DECEMBER 2018

THE SCOUT ASSOCIATION – BAILIWICK OF GUERNSEY

FINANCIAL STATEMENTS

INFORMATION

Bailiwick Commissioner

Nicholas Paluch

Bailiwick Chairman

Paula Williams

Bailiwick Secretary

Jody Newark

Honorary Treasurer

John Renouf

Registered Number

CH106

Contact Address

Les Maingys Activity Centre
Rue Mainguy
Vale
Guernsey
GY6 8NL

Accountants

BDO Limited
PO Box 180
Place du Pré
Rue du Pré
St Peter Port
Guernsey
GY1 3LL

THE SCOUT ASSOCIATION – BAILIWICK OF GUERNSEY

FINANCIAL STATEMENTS

CONTENTS

Chartered accountants' report	3
Income and expenditure account	4
Balance sheet	5
Notes to the financial statements	6 to 10

**THE SCOUT ASSOCIATION – BAILIWICK OF GUERNSEY
CHARTERED ACCOUNTANTS' REPORT ON THE UNAUDITED
FINANCIAL INFORMATION OF THE
SCOUT ASSOCIATION – BAILIWICK OF GUERNSEY**

In accordance with the letter of engagement dated 8 March 2017, we have prepared for your approval the financial statements of The Scout Association – Bailiwick of Guernsey for the year ended 31 December 2018 which comprise the Income and Expenditure Account, the Balance Sheet and the related notes from your accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to you, in accordance with the terms of our engagement letter dated 8 March 2017. Our work has been undertaken solely to prepare for your approval your financial information and state those matters that we have agreed to state to you in this report in accordance with ICAEW Technical Release TECH08/16AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than The Scout Association – Bailiwick of Guernsey for our work or for this report.

You have approved the financial information for the year and have acknowledged your responsibility for it, for the appropriateness of the financial reporting framework adopted and for providing all information and explanations necessary for its compilation.

We have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial information.

BDO Limited -

CHARTERED ACCOUNTANTS
Place Du Pre
Rue Du Pre
St Peter Port
Guernsey

Date *30 May 2019.*

BALANCE SHEET

31 DECEMBER 2018

	Note		2017
FIXED ASSETS			
Tangible fixed assets	5	681,896	689,742
CURRENT ASSETS			
Stock		11,723	10,376
Debtors & prepayments	6	9,388	13,305
Cash and bank balances		145,175	141,374
		<hr/>	<hr/>
		166,286	165,055
CREDITORS-AMOUNTS FALLING DUE WITHIN ONE YEAR			
Creditors	7	16,331	13,175
Deferred income	9	21,679	25,527
		<hr/>	<hr/>
		38,010	38,702
NET CURRENT ASSETS		<hr/>	<hr/>
		128,276	126,353
REPRESENTED BY:-		<hr/>	<hr/>
		£ 810,172	£ 816,095
ASSOCIATION FUNDS		<hr/>	<hr/>
		£ 810,172	£ 816,095

We approve the financial statements which comprise the Income and Expenditure Account, the Balance Sheet and the related notes. We acknowledge our responsibility for the financial statements, including the appropriateness of the accounting basis set out in note 1, and for providing BDO Limited with all the information and explanations necessary for their compilation.


 Bailiwick Commissioner


 Bailiwick Chairman


 Honorary Treasurer


 Date

The notes on pages 6 to 10 form an integral part of these financial statements.

THE SCOUT ASSOCIATION – BAILIWICK OF GUERNSEY

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2018

1. ACCOUNTING POLICIES**(a) CONVENTION**

These financial statements have been prepared under the historical cost convention and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland. The financial statements have been prepared to disclose to the Islanders of Guernsey the income that The Scout Association – Bailiwick of Guernsey receives and how it is utilised.

The Scout Association meets the definition of a public benefit entity under FRS 102.

The following principal accounting policies have been applied:

(b) INCOME RECOGNITION

Income is recognised in the financial statements on an accruals basis.

(c) STOCK

Stock is valued at the lower of cost and net realisable value after making due provision for damaged, obsolete and slow moving items.

(d) EXPENDITURE RECOGNITION

Expenditure is recognised in the financial statements on an accruals basis.

(e) FIXED ASSETS AND DEPRECIATION

With effect from 1 January 2016 depreciation is charged as follows:-

- (i) No depreciation is provided on the freehold property and buildings.
- (ii) Depreciation at the rate of 10% is applied on a straight-line basis for the high ropes course, tractors and any other motorised vehicles. (Previously depreciated on a reducing balance basis over their estimated useful economic life).
- (iii) In respect of all other equipment depreciation is charged at a rate of 20% on a straight-line basis. (Previously depreciated on a reducing balance basis over their estimated useful economic life).

(f) CASH

Cash is represented by cash in hand and deposits with financial institutions payable without penalty on immediate notice. At the year end The Scout Association – Bailiwick of Guernsey held Nil (2017- Nil) in cash equivalents.

THE SCOUT ASSOCIATION – BAILIWICK OF GUERNSEY

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2018

1. ACCOUNTING POLICIES (CONTINUED)**(g) FINANCIAL INSTRUMENTS**

The Scout Association – Bailiwick of Guernsey only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the income and expenditure account.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and best estimate of the recoverable amount, which is an approximation of the amount that the company would receive for the asset if it were to be sold at the balance sheet date.

2. INCOME AND DEFICIT FOR THE YEAR

Income and deficit for the year derive wholly from continuing activities.

3. TAXATION

The Scout Association – Bailiwick of Guernsey has been approved as a charitable entity by States of Guernsey Income Tax and is therefore exempt from Guernsey Income Tax.

4. EMPLOYEES

The average monthly number of employees (including part time contract staff) during the year was 3.4 (2017:3.1).

THE SCOUT ASSOCIATION – BAILIWICK OF GUERNSEY

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2018

5. FIXED ASSETS

	Freehold Property and Buildings	Tractors	Activity Centre Equipment	Camping Equipment	Total
Cost					
At 1 January 2018	591,056	10,912	105,672	26,796	734,436
Additions	-	7,350	10,817	2,837	21,004
Sales		(2,430)			(2,430)
At 31 December 2018	591,056	15,832	116,489	29,633	753,010
Depreciation					
At 1 January 2018	-	2,182	32,623	9,889	44,694
Charge for the year	-	1,622	19,618	5,766	27,006
Adjustment for sales		(586)			(586)
At 31 December 2018	-	3,218	52,241	15,655	71,114
Net book value					
At 31 December 2018	£ 591,056	£ 12,614	£ 64,248	£ 13,978	£ 681,896
At 31 December 2017	£ 591,056	£ 8,730	£ 73,049	£ 16,907	£ 689,742

The Scout Association – Bailiwick of Guernsey considers that its freehold property and buildings are maintained in such a high state of repair that their residual value is at least equal to their net book value. As a result the corresponding depreciation charge would not be material and therefore is not charged in the income and expenditure account.

The cost of fixed assets represent the net book value at 1 January 2016 plus the cost of additions after that date. The depreciation amount as at 1 January 2018 represents cumulative depreciation from 1 January 2016 which was the date at which the depreciation policy was changed as detailed in note 1(e)

6. DEBTORS AND PREPAYMENTS

	2017	
Trade debtors	8,267	8,515
Provision for bad debts	0	(271)
Prepaid expenses	1,121	1,061
Jamboree 2019	0	4,000
	£ 9,388	£ 13,305

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2018

7. CREDITORS

		2017
Deposits received	2,400	2,613
Sundry accounts payable	4,792	5,663
Provision for the set up of new groups	1,548	1,548
Donations set aside for specific future expenditure	3,351	3,351
Jamboree 2019	4,240	0
	<hr/>	<hr/>
	£ 16,331	£ 13,175
	<hr/>	<hr/>

8. CONTINGENT LIABILITY

During 2002 and 2003 the Association received donations totalling £30,000 towards the cost of the Activity Centre from the Guernsey Guide Association (“GGA”). The Association has entered into an agreement with GGA that, in the event of the Activity Centre being sold the donation of £30,000 will be repaid to GGA together with a mutually agreed proportion of the sale proceeds.

9. DEFERRED INCOME

		2017
Balance at 1 January 2018	25,527	29,373
Released to income and expenditure account		
- in line with depreciation (note 5 – High ropes course)	(3,418)	(3,417)
- office equipment	(430)	(429)
	<hr/>	<hr/>
Balance at 31 December 2018	£ 21,679	£ 25,527
	<hr/>	<hr/>

10. CASH MANAGEMENT

At the balance sheet date the Association had bank balances totalling £145,175 (2017:£141,374). During the next three to five years, it is anticipated that a number of maintenance projects will need to be undertaken at Les Maingys and as such it is expected that the amount of cash held by the Association will materially reduce.

THE SCOUT ASSOCIATION – BAILIWICK OF GUERNSEY

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2018

11. CONTROLLING PARTY

There is deemed to be no controlling party as defined by the Financial Reporting Standard 102 as no party has the ability to direct the financial and operating policies of The Scout Association – Bailiwick of Guernsey with a view to gaining economic benefit from their direction.