

## RIBBLE VALLEY BOROUGH COUNCIL REPORT TO COMMUNITY COMMITTEE

Agenda Item No. 12

meeting date: 12 JANUARY 2010  
title: LANGHO FC LEASE  
submitted by: JOHN C HEAP, DIRECTOR OF COMMUNITY SERVICES  
principal author: CHRIS HUGHES, COMMUNITY DEVELOPMENT MANAGER

### 1 PURPOSE

- 1.1 To update members on negotiations surrounding the new lease for Northcote Road.
- 1.2 Relevance to the Council's ambitions and priorities:
  - Council Ambitions – making people's lives safer and healthier
  - Community Objectives – access for all; culture
  - Corporate Priorities – to be a well-managed Council providing efficient services based on identified customer needs

### 2 BACKGROUND

- 2.1 Members will recall that a report detailing new lease arrangements were brought to committee in November.
- 2.2 In the absence of any financial information from the club to back their request for a continued subsidy, the decision was deferred until such information was available.

### 3 CURRENT SITUATION

- 3.1 The club has 138 adult members, who generate £1,380 in membership fees. Along with match fees, these go towards the running cost of the football teams. Income raised from the social club goes towards maintaining the building and pitches.
- 3.2 The enclosed accounts show this information and demonstrate that the club does not have significant surpluses.
- 3.3 The club feels that, given their current circumstances, they could increase their annual payment from £300 to £600 pa, reflecting the 40% grant aid they have enjoyed over the period of the previous lease.

#### 4 RISK ASSESSMENT

The approval of this report may have the following implications:

- **Resources** – The current valuation is £2,000pa from previously being £500. If the same percentage grant were offered, this would mean a revised annual payment of £1,200 as opposed to the club's proposal of £600.
- **Technical, Environmental and Legal** - none
- **Political** – members will need to balance the role of the club as a community asset, against the need to generate income from its assets.

#### 5 RECOMMENDED THAT COMMITTEE

Notes the contents of the report and recommends an appropriate rent to Policy & Finance Committee.



JOHN C HEAP  
DIRECTOR OF COMMUNITY SERVICES

For further information please ask for Chris Hughes 01200 414479

Langho Football, Sports & Country Club

Income and Expenditure Account

for the Year Ended 31st October 2008

	Year Ended 31.10.08		Period 5.12.06 to 31.10.07	
	£	£	£	£
<b>Income</b>				
Bar sales		53,553		50,089
Opening stock	1,575		2,785	
Brewery	20,986		15,699	
Cash & carry	<u>6,446</u>		<u>6,092</u>	
	29,007		24,576	
Closing stock	<u>(2,807)</u>		<u>(1,575)</u>	
		<u>26,200</u>		<u>23,001</u>
<b>Gross profit</b>		27,353		27,088
<b>Gross profit percentage</b>		51.08%		54.08%
Membership		1,388		1,992
Function income		390		-
Room hire		2,170		1,280
Miscellaneous income		243		12
PAYE online refund		-		250
Interest received		-		2
		<u>4,191</u>		<u>2</u>
		31,544		30,624
<b>Expenditure</b>				
Steward wages		-		2,688
Bar wages		7,392		5,230
Artists		780		2,330
Free and easy organist		2,143		-
Function costs		210		-
Gas & bar consumables		1,240		1,055
Air Products refund		(1,430)		-
Promotional costs		150		-
Donations		550		350
Rent		4,559		3,292
Waste and refuse		559		464
Rates and water		837		665
Insurance		1,136		1,584
Light and heat		3,870		3,712
Repairs to property		1,633		1,134
TV & other licences		1,036		500
Projector & TV		-		2,267
Grass cutting and maintenance		500		480
Telephone		259		161
Repairs and renewals		2,518		566
Household and cleaning		23		89
Cleaning		1,300		560
Postage		49		-
Computer maintenance		690		190
Sundry expenses		14		-
Uniforms		224		-
Professional fees - stock taker		-		305
Advertising		500		-
Bank charges		-		105
Bank interest		-		3
Premium credit insurance		108		-
		<u>30,850</u>		<u>27,730</u>
<b>EXCESS OF INCOME OVER EXPENDITURE</b>		<u>694</u>		<u>2,894</u>

**Langho Football, Sports & Country Club**

**Balance Sheet**

31st October 2008

	2008		2007	
	£	£	£	£
<b>CURRENT ASSETS</b>				
Stocks	2,807		1,575	
Prepayments	173		-	
Bank account	911		5,390	
Cash in hand	<u>512</u>		<u>435</u>	
	<u>4,403</u>		<u>7,400</u>	
<b>CURRENT LIABILITIES</b>				
VAT	773		909	
Payments on account	961		-	
Trade creditors	1,062		1,418	
Accrued expenses	-		160	
Loans	<u>-</u>		<u>4,000</u>	
	<u>2,796</u>		<u>6,487</u>	
		<u>1,607</u>		<u>913</u>
<b>NET ASSETS</b>		<u>1,607</u>		<u>913</u>
<b>FINANCED BY</b>				
<b>EXCESS OF INCOME OVER EXPENDITURE</b>				
Balance brought forward	913		(1,981)	
Add: Excess of income over expenditure	<u>694</u>		<u>2,894</u>	
		<u>1,607</u>		<u>913</u>
Balance carried forward		<u>1,607</u>		<u>913</u>

The above statement represents fairly the financial position of Langho Football, Sports & Country Club as at 31 October 2008 and reflects its income and expenditure during the year.

Approved by the Executive Committee & signed on their behalf

.....  
Mr Steven Boswell  
Treasurer

.....  
Mr Wayne Howarth  
Chairman

2 December 2008