

Treasurer's Report
AGM

Cash at bank 31 March 2020 (and 31 March 2019)

	FY20 £	FY19 £	Movt
Core Club current and deposit accounts	58107	44673	13,434
Regalia	2696	2910	(214)
Leavens Bequest Fund	24231	24,564	(333)
Sub-total central funds	85,034	72,147	12,887
MogSpares	75113	76,967	(1,854)
Morgan Challenge Series	9974	10,853	(879)
Total	170,121	159,967	10,154

The Club continues to have a healthy cash position as at 31 March 2020. The increase in core funds results from an improvement in the overall surplus realised in the period, together with the receipt of cash from the realization of UPER inventory.

The reduction in the Leavens Fund results from the transfer of cash into the Club's current account and MogSpares for subsidies provided under the grant scheme.

Operating surplus from club activities

The core club activities resulted in a net operating surplus of £18,087 (Surplus for the prior period was £12,816). The increase is largely due to due to:

- Improvement in Regalia trading, resulting from the sales of the two handbooks published in the period and clothing sales;
- Morgan challenge series has eliminated the deficit.
- Small improvement in the surplus in MogSpares trading

Regalia

It should be noted that despite the improvement in Regalia trading, this is largely due to the two handbooks published in the period and will be a one-off benefit. Additional clothing sales have also contributed to additional surplus and as these are essentially purchased to order, have limited impact of inventory. Accordingly, there is still an issue with slow moving historical inventory.

Donations

The Club was fortunate to receive donations in the period of £240. This is significantly lower than in 2019, due to the impact of a large one-off donation in that year towards the training day.

Reserves policy

As per the Club's financial protocols dated April 2018, there is a requirement to maintain sufficient working capital in the Club's Main and Deposit accounts, to cover the anticipated running costs of the Club up until the net renewal date in November. I can confirm that this policy has been satisfied.

VAT

The Club has complied with HMRC's new requirements to use functionally compatible software with which to file its VAT returns. We have used free software in order to do this, but have made a charitable donation of £35.00 to the developer organization.

Additionally, VAT changes to the treatment of epublications and effective from 1 April 2020 will positively benefit the Club going forward. Any epublications provided can now be zero rated for VAT purpose, as currently is the case for the printed Bulletin. This means the Club will be able to retain more of its membership subscriptions going forward. A review of the VAT recovery percentage conducted for the VAT quarterly reporting period ended 30 June 2020 shows that we would expect savings to be between £2-3000 per annum.

Mandy Pachol
Treasurer