

LIONS CLUBS INTERNATIONAL



MULTIPLE DISTRICT 105 GENERAL FUND

REPORT and ACCOUNTS for YEAR ENDED 30 JUNE 2023

G PHILIP GOODIER CPFA
MD COUNCIL TREASURER

LIONS CLUBS INTERNATIONAL MULTIPLE DISTRICT 105
GENERAL FUND
BALANCE SHEET as at 30 JUNE 2023

			2023		2022
	Note	£	£	£	£
Fixed Assets					
Freehold	1a		300,000		300,000
Extension & Improvements			94,608		94,608
			394,608		394,608
Office Equipment at cost		125,456		120,894	
Additions during year		1,337		4,562	
		<u>126,793</u>		<u>125,456</u>	
Less: Depreciation to date	1b	<u>122,260</u>		<u>119,993</u>	
			4,533		5,463
Chairman's Jewel at cost			140		140
			399,281		400,211
Current Assets					
Investments	2		194,622	196,397	
Stock of Goods for Resale	3		9,359	11,338	
Debtors & Prepayments	4		49,794	47,512	
Balances at Bank & Cash	1c		<u>184,554</u>	<u>241,550</u>	
			438,329	496,797	
Current Liabilities					
Creditors & Accruals	5		73,039	114,720	
PR Reserve	6		20,135	23,643	
B Mason Humanitarian Award	7		4,125	3,625	
			97,299	141,988	
Net Current Assets			341,030		354,809
Total Assets less Current Liabilities			740,311		755,020
Less Provisions					
	8				
MD Convention General		12,500		12,500	
Property Repairs		26,000		26,000	
Self Insurance Provision					
International Promotion					
			38,500		38,500
Total Net Assets			£ 701,811		£ 716,520
Represented by					
Capital Reserves	9		400,000	400,000	
Accumulated General Fund			301,811	316,520	
			£ 701,811	£ 716,520	

**LIONS CLUBS INTERNATIONAL MULTIPLE DISTRICT 105
GENERAL FUND
INCOME & EXPENDITURE for the YEAR to 30 JUNE 2023**

	Note	£	2023 £	2022 £
Income				
Dues	10		287,731	275,239
Injection to Dues from Provisions			1,729	1,244
Insurance (Clubs)	11		28,845	29,692
Sales of Goods & Services		47,350		48,577
Less: Cost of Sales	12	<u>41,799</u>	5,551	<u>(40,050)</u>
Rent			11,259	10,866
Other Income			43	2,723
Interest & Investment Income Received			4,934	2,906
Total Income			340,092	331,197
Expenditure				
Council of Governors & Seminars	14		21,878	19,017
Multiple District Officers Expenses	15		26,611	21,425
Multiple District Convention Newcastle (B'ham)	16		30,434	34,976
International Convention Boston (Montreal)			31,537	16,478
Europa Forum Attendance Zagreb (Thessaloniki)			4,918	4,276
Publicity Programmes (Net of LCI Grant)	18		43,000	35,730
Special Meetings			-	-
Lion Magazine	17		36,517	25,259
Members' Liability & Accident Insurance	11		28,496	36,609
Clubs Equipment, Cash, Legal Insurance	11		28,845	29,692
Operating Costs			79,629	80,731
Website, Equipment & IT			11,483	8,665
Rates & Refuse			9,196	12,934
Cleaning & Gardening			4,436	1,884
Repairs & Renewals			3,277	8,060
Miscellaneous Expenses			2,258	807
Legal & Professional Fees			-	-
Accountancy Fees			1,320	1,800
Depreciation – Office Equipment			2,267	2,732
			366,102	341,075
Surplus before Tax			(26,010)	(9,871)
Corporation Tax			(3,077)	(2,616)
Surplus after Tax			(29,087)	(12,487)
Unrealised Gains/Losses on Investments			(1,775)	(20,725)
Transfers from/(to) Reserves			16,153	
			(14,709)	(33,219)
Accumulated General Fund Brought Forward			316,520	349,739
Accumulated General Fund Carried Forward			£ 301,811	£ 316,520

**LIONS CLUBS INTERNATIONAL MULTIPLE DISTRICT 105
GENERAL FUND**

NOTES to the ACCOUNTS for the YEAR to 30 JUNE 2023

1 ASSETS

FIXED ASSETS

a. The freehold is situated at 257 Alcester Road South, Kings Heath, Birmingham in the names of, as Trustees, Messrs. Howard Lee, Philip Goodier, Martin Morgan and Andrew Pemberton. The building has been extended at the rear to provide for additional meeting facilities, and to conform with the requirements of the Disability Discrimination Act. The carrying value of the Property was increased by the cost of the extension and refurbishment. No depreciation has been charged in respect of the freehold property and building; the asset is considered to have a long useful life. The formal valuation as at 30 June 2011 was £330,000.

b. Office Equipment is depreciated at 33.3% on a reducing balance basis.

BANKERS

c. The principal bankers for the General Fund are Royal Bank of Scotland plc, Holts Branch, Farnborough; Lloyds Bank, Leeds and CAF Bank. The MDHQ Petty Cash account is held at Lloyds Bank, Kings Heath, Birmingham.

2 INVESTMENTS

Investments at market value

At beginning of year £ 196,397

Additions £

Disposals £

Realised/Unrealised Gains/Losses (Posted to I & E) £ (1,775)

At end of year **£194,622**

Comprising:

Listed Investments – UK £194,622

Fixed Income £ 90,753

Alternatives £ 21,513

UK Equity £ 6,503

International Equity £ 64,400

Mixed Investment £ 9,907

Income account balance/other £ 1,546

£194,622

3 STOCK of GOODS for RESALE

Stock was physically counted as at 30 June 2023 and is valued at the lower of cost or net realisable value; the basis is unchanged.

4 DEBTORS and PREPAYMENTS

Debtors **£ 40,212** **includes £7,455 due from LCI re Lion Magazine.**

Prepayments **£ 9,581** **includes Insurance apportionment, £9,375.**

RELATED PARTY - LIONS MD105 LIFESKILLS LTD

In April 2012 the Council of Governors approved the purchase of the stock, publishing and intellectual property rights of Tacade Ltd following their Administration. The price paid was £15,500 and a non-refundable 'seed grant' of £6,300 (\$10,000) was received from Lions Clubs

International Foundation to assist with the purchase. The net price paid was £9,200 and this has been repaid in its entirety. The Directors of the Company 'Lions MD105 Lifeskills Ltd' are nominated by the Council of Governors, to whom they are responsible.

Because of changed trading conditions due to the impact of Covid, the pandemic and an inability to approach the education sector direct, the Directors took the decision to cease trading on 30th June 2022. There was no indebtedness to any party.

5 CREDITORS and ACCRUALS

Creditors **£73,039** **includes Tax Liability £3,077 and £18,300 following the sale of Mast income rights that will be reduced over 5 years and various accruals.**

6 PUBLIC RELATIONS RESERVE

This category of expenditure was set by MD Convention Resolution at a minimum of £20,000 per annum. The Reserve outstanding at the end of this year represents: (a) amounts put aside for planned future periodic expenditure, and (b) unspent funds from previous amounts provided.

	2023	2022
	£	£
PR Reserve	20,135	23,643

7 BERT MASON HUMANITARIAN AWARD FUND

Donations Received for 4, (1) Awards	1,500	375
Other Income	-	-
Less Due/Sent to LCIF	(500)	(125)
Less Addition to MD Humanitarian Causes Reserve	(500)	(125)
Contribution towards Award Administration Acc.	<u>500</u>	<u>125</u>

Bert Mason Humanitarian Causes Reserve		
Balance Forward 1 July 2022(1)	3,625	3,500
Additions for year	500	125
Reserve carried forward	<u>4,125</u>	<u>3,625</u>

Award Administration Account		
Balance Forward 1 July 2022(1)	701	774
Expenses for year incl. Engraving, Certificates. Etc	887	52
Less Contribution from Donations for year	(500)	(125)
Balanced Carried Forward as Debtor to MD	<u>1,088</u>	<u>701</u>

8 PROVISIONS

Provision is made for possible future revenue expenditure where there is a likelihood that it will arise.

	MD Convention	Property	TOTAL
	General	Repairs	£
B/Fwd 1.7.22	12,500	26,000	38,500
Net Movement	-	-	0
Bal 30.6.23	<u>12,500</u>	<u>26,000</u>	<u>38,500</u>

9 CAPITAL RESERVES

Reserves are held for the possibility of future capital expenditure or for minimum essential working capital needs.

	Capital	Property	TOTAL
Balances as at 1 July 2022	£100,000	£300,000	£400,000
Movements for Year	-	-	-
Balances as at 30 June 2023	£100,000	£300,000	£400,000

10 DUES

The Dues collected were £14.25 (£13.50 – 2021/22) per member per half year in accordance with the Constitution based on the Membership numbers recorded at Lions Clubs International Headquarters on 30 June 2022 and 31 December 2022 respectively.

11 INSURANCE PREMIUMS

Insurance premiums are collected in two ways:

Members Liability and Accident cover	- via Members' Dues
MD Premises/Contents, Professional Indemnity, etc,	- via Members' Dues
Equipment/Cash on an "All Risks" basis, Legal cover	- via charges to Clubs

Policies were renewed on 1 September. Policies are placed with reputable insurers. The Council of Governors have the power to consider a "self-insurance" scheme.

Club Insurance Account

It was possible to maintain overall 'Premium' costs per club for 2022/23 at £44.25 (2021/22 - £44.25). The required cover and premiums are under constant review with a view to securing maximum cover for lesser premium to Members.

	2023	2022
Total Payments Made	(27,116)	(28,449)
Charges received from Clubs	28,845	29,693
Other Insurance Related income	0	0
Surplus transferred to 'Injection to Dues'.	<u>1,729</u>	<u>1,244</u>

12 COST OF SALES

	2023	2022
Opening Stock as at 1. 7.22	11,338	12,617
Purchases	36,998	35,502
	<u>48,336</u>	<u>48,119</u>
Less Closing Stock as at 30.6.23	(9,359)	(11,338)
	<u>38,977</u>	<u>36,781</u>
Add Postage Charges		
Streamline	2,822	3,269
Total Cost of Sales	<u>41,799</u>	<u>40,050</u>

13 OTHER INCOME

This incorporates income not identifiable as being recorded elsewhere.

14 COUNCIL OF GOVERNORS and SEMINARS

	2023	2022
Council of Governors	17,081	12,491
DG Elect Seminar	2,938	2,645
1VDG & 2VDG Elect Seminars	0	0
DGE Spouse Travel – Boston (Montreal)	1,859	3,881
	<u>21,878</u>	<u>19,017</u>

15 MULTIPLE DISTRICT OFFICERS' EXPENSES

Meetings/Travel, Post, phone, stationery, copying	26,611	21,425
Attending MD Convention – Newcastle (Birmingham)	-	-
	<u>26,611</u>	<u>21,425</u>

16 MULTIPLE DISTRICT CONVENTION

	Newcastle 2023	B'ham 2022
Business & Accommodation Costs	30,896	33,731
Social Events (Surplus)/Deficit	(318)	777

Merchandise (Profit) / Cost	(144)	468
Sundry (Surplus) / Deficit	-	
	<u>30,434</u>	<u>34,976</u>

Related Party - Lions MD105 Conventions Ltd

The whole of the issued share capital of the company is held in trust for the Council of Governors of Multiple District 105 (an administrative district of the International Association of Lions Clubs) and the Council is thereby the ultimate controlling party. During the year the transactions with this Company amounted to income and expenditure of £46,097(2022-£50,225) and at the year end the convention company owed the Council £8,511(2022-£2,600)

17 LION MAGAZINE (BRITISH EDITION)

Expenditure	2023	2022
Printing	8,062	8,746
Less Advertising Income & Discounts	<u>(4,840)</u>	<u>(1,593)</u>
Sub Total - Net Printing	3,222	7,153
Postage	25,266	15,280
Editor	20,753	17,000
Podcast	2,600	0
Sub Total - Costs	51,841	39,433
Less		
International Contribution (per members basis)	(15,324)	(14,174)
Other Income		
	<u>36,517</u>	<u>25,259</u>

18 MARKETING & PUBLIC RELATIONS

Income	2023	2022
Matching/Un-matched Grants-LCI	13,051	9,186
Utilised and Balance from Reserves	3,507	-
Other Income	888	-
Total Receipts	<u>17,446</u>	<u>9,186</u>
Less: Expenditure		
Matching Grant Expenses	12,956	-
Community Report	-	45
Reserve (Un-utilized)		
Other Approved Expenditure	45,365	42,468
Committee Costs	2,125	2,403
Total Expenditure	<u>60,446</u>	<u>44,916</u>
Net	<u>43,000</u>	<u>35,730</u>

LIONS CLUBS INTERNATIONAL MULTIPLE DISTRICT 105 GENERAL FUND

Review 2022/2023

Following its discovery in late 2019 as a new strain of coronavirus disease, COVID-19 developed into a worldwide pandemic resulting in severe restrictions on social interactions being imposed by authorities around the world. These restrictions have resulted in a significant reduction in economic activity.

None of us could have predicted war in the Ukraine and the energy and cost of living crises that would develop as a consequence, causing additional financial strain for many. There are ongoing pressures on our health systems, caused by continuing effects of covid, industrial action and broader international economic and political concerns that reflect a general air of instability. Many now believe that future generations should expect to be worse off, whether that be economically or socially.

As an organisation we are not immune from these pressures and need to be cognisant of them.

Although the 2022-23 budget proposed a return of money to members, because of the duration of the pandemic and restrictions imposed and the slow return to face to face meetings, the underspend recorded was significantly below that proposed.

Net assets amount to £701,811 (£716,520 - 2022/23) of which £394,608 represents Freehold property including Extension and Improvements.

.....
G Philip Goodier CPFA
Council Treasurer
2022/23

.....
Alastair Joel
Council Chairman
2022/23

Council of Governors' Statement of Responsibilities

The Council of Governors are responsible for preparing the Annual Report and financial statements in accordance with applicable laws and regulations.

The Council of Governors are required to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the Multiple District and of its excess of income over expenditure/ excess of expenditure over income for that period. In preparing these financial statements, the Council of Governors are required to:

- a) select suitable accounting policies and apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) prepare the Financial Statements on a going concern basis, unless it is inappropriate to presume that the Multiple District will continue.

The Council of Governors are responsible for maintaining satisfactory system of internal control and keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Multiple District and enable them to ensure that the financial statements comply with the Constitution of the Multiple District. They are also responsible for safeguarding the assets of the Multiple District and hence for taking steps for the prevention and detection of fraud and other irregularities.

The Financial Statements, as set out on the appended pages herewith, were approved by the Council of Governors on 2024.

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David Pope
Council Chairman 2023/24.

LIONS CLUBS INTERNATIONAL MULTIPLE DISTRICT 105
GENERAL FUND

INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS

FOR THE YEAR ENDED 30th JUNE 2023

I report on the accounts of the Multiple District for the year ended 30th June 2023, which are set out on the appended pages.

Respective responsibilities of Trustees and Examiner

As the Multiple District's Members you are responsible for the preparation of the accounts; you consider that an audit is not required under your own rules, nor under any statutory regulations applicable to the Multiple District. It is my responsibility to state, on the basis of procedures followed for similar not for profit organisations (for example Section 145 (5)(b) of the Charities Act 2011), whether particular matters have come to my attention.

Basis of Independent Examiner's Report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners (being the nearest relevant legislation to your circumstances). An examination includes a review of the accounting records kept by the Multiple District and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as Members concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent Examiner's Statement

In connection with my examination no matter has come to my attention:

- (1) Which gives me reasonable cause to believe that in any material respect the requirements:
 - To keep accounting records in accordance with your rules or any relevant regulations; and
 - To prepare accounts which accord with the accounting records and to comply with the accounting requirements of your rules and relevant regulations,have not been met; or
- (2) To which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

.....
P Buck ACA, DChA
Champion TLL Limited
Chartered Accountants
& Registered Auditors
7-9 Station Road
Hesketh Bank
Preston
Lancashire PR4 6SN

Date: