

Treasurer's Report for AGM 22 September 2020

Presentation of accounts for the year ended 29 February 2020

The committee is responsible for arranging for Accounts to be prepared each year to the end of February. Guy Walmsley, accountants have been appointed to prepare these on their behalf. My name is Maria Lindley and, as treasurer of the shop, I present the accounts this evening.

Income Statement

1. Sales for the year were £332,813 which was £1,791 higher than the previous year, representing an increase of 0.5%. This did not quite keep pace with the retail prices index for that year of 1.7%.
2. Purchases of goods sold in the shop were similarly higher resulting in a gross profit position very similar to the 2019 figure.
3. In addition to shop sales the shop also received income from shoe recycling, commission on dry cleaning and interest on the deposit account which totalled £1,271.
4. Staff costs representing salaries paid to the manager, assistant managers and weekend support staff totalled £45,064.
5. Depreciation represents a 25% annual write down of the value of equipment used in the shop which mainly consists of freezers and chillers together with other fixtures & equipment.
6. Other charges of £28,326 includes all overheads such as rent, electricity, repairs, waste disposal, office costs, equipment rental and credit card charges. £28,326 was an increase of £1,052 or nearly 4% compared to the previous year.
7. The overall result was a loss of £554 compared to a profit last year of £503.
8. Since February sales have increased and we expect a profit for the current year, despite an increase in overheads.

Balance Sheet

9. The shop has a strong Balance Sheet showing Net Assets of £74,435. This includes £52,000 in a bank deposit account which is a reserve to cover unexpected events, and as a contingency fund for replacing equipment. In addition, sufficient is kept in the bank current account to cover all the regular amounts owed to suppliers & other creditors.
10. The shop is therefore in a good financial position and current year's trading means this is expected to improve.
11. If you have any questions, please type them into the chat box. We apologise that it may not be possible to answer questions tonight but we will add our responses when the AGM report is made available.
12. I now return you to Lisa