**Financial report for 2016 AGM**

**Summary of 2015**

*Audit*

As ever, the auditors (Sedulo) have concluded that *‘the accounts [] show a true and fair view of the association’s financial performance for the year and that they are free from material misstatement and fraud’,* which is nice to know. The accounts are available on the BKA website. There there will be differences between their accounts and this financial report to do with the way income and expenditure is assigned across year ends.

As usual, all of the BKA’s financial records are available to members on request.

Important note: as presaged at last year’s AGM, I have re-aligned the membership year so that it runs January – December, same as the financial year. This will cause less confusion in future, but means that we have 13 months of income in 2015.

*Central Services*

|  |  |  |
| --- | --- | --- |
| **Central Services** | **Expenses** | **Income** |
| General admin | 12419 |  |
| International | 1023 |  |
| BKAvsAT | 600 |  |
| Shogo process | 3378 | 1296 |
| Insurance | 13291 |  |
| EKF fees | 2637 |  |
| Bank charges | 3440 |  |
| Sponsorship | 2000 | 2300 |
| Vetting | 311 |  |
| Donation |  | 60 |
| Membership |  | 43963 |
| Unaccrued 2014 |  | 50 |
| Bank interest |  | 1 |
|  | **39099** | **47670** |

2015 saw a large increase in administration expenses. This £12.4k arises partly from a more active chairperson and higher spending on website and other PR activities, but also contains a £2.5k donation to jodo as voted at the last AGM.

Otherwise everything was as normal, with CS making a slight surplus owing to the realignment of the membership year with the financial year. We have also weeded the EKF database this year, meaning that next year’s EKF subscription fees should be lower.

*Iaido*

|  |  |  |
| --- | --- | --- |
| **Iaido** | **Expenses** | **Income** |
| General admin | 17 |  |
| Summer seminar | 33918 | 42093 |
| Scotland seminar | 2078 | 1115 |
| Darlington seminar | 3340 | 3900 |
| West Mids seminar | 1632 | 4539 |
| EIC | 9350 | 877 |
| Spring seminar | 4148 | 3565 |
| Nationals | 1722 | 1994 |
| Other events | 1077 | 1104 |
| Donation |  | 60 |
| Membership |  | 7225 |
| Ishido fund |  | 334 |
|  | **57281** | **66806** |

The financially complex summer seminar left both iai and jo bu in profit this year, with the usual pattern of money-making and loss-making seminars. Iai continues to be stable and well-managed.

Note the generous contribution from the kendo bu to iai and jo for translation.

*Jodo*

|  |  |  |
| --- | --- | --- |
| **Jodo** | **Expenses** | **Income** |
| Summer seminar | 5150 | 8400 |
| Donation |  | 162 |
| Spring Seminar | 839 | 1090 |
| Darlington | 325 | 1110 |
| Nationals | 328 | 354 |
| West Mids | 552 | 1485 |
| EJC | 4940 | 3369 |
| Other events | 1231 | 1622 |
| Ishido fund |  | 166 |
| Membership |  | 3430 |
|  | **13365** | **21187** |

Owing to a strict regime of cost control and a donation of £2.5k from the AGM (as well as contributions from bu members), jodo turned in a stonking surplus this year.

This is good, but it does not mean that jodo is out of the financial woods – I would like to see it have one more year making a £5k surplus to ensure it has a sufficient cash buffer to cope with a bad year (which all bu have from time to time).

*Kendo*

|  |  |  |
| --- | --- | --- |
| **Kendo** | **Expenses** | **Income** |
| Admin | 3812 |  |
| Glasgow seminar | 2855 | 3621 |
| Watchet seminar | 2622 | 1955 |
| Kodokan | 1481 | 2245 |
| Mumeishi | 383 | 2370 |
| Brussels | 1689 | 290 |
| Stoke | 1594 | 3589 |
| WKC | 14991 | 500 |
| 6 Nations | 1466 |  |
| Other events | 7138 | 8197 |
| Donation |  | 100 |
| 2014 events unaccrued | 117 |  |
| Membership |  | 23679 |
|  | **38149** | **46546** |

Well, the WKC wasn’t as bad (financially) as we thought it would be, with Fay obtaining subsidized flights and £500 cash for the team in sponsorship funds. This, and the excellent financial management from the bucho and Malcom Smalley, meant the bu even made a surplus in the year, assisted by the extra month of membership money.

The admin fees look high but contain £2k of support for junior kendo.

*Cash positions at end of year*

Cash held at start of year £ **114,194.48**

Cash held at end of year £ **121,489.38**

I have allocated this cash to the various bu as follows:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| Cash at end of… | C | I | J | K |
| 2011 | 65,225 | 39,638 | 24,567 | 21,902 |
| 2012 | 40,376 | 43,237 | 16,185 | 33,670 |
| 2013 | 57,672 | 36,930 | 8,940 | 37,178 |
| 2014 | 35,164 | 34,464 | 6,489 | 40,710 |
| 2015 | 35,518 | 34,861 | 13,113 | 37,992 |

These figures do not include £4k of cash paid in late by the iai bu, so all bu are in a financially sound position. Again, this is partly due to the extra month of membership income but it’s still a good performance.

**2017 CS budget**

I have not produced a consolidated budget for the BKA as I have not, at time of writing, received budgets from Kendo and Jodo.

However, a CS budget is available on the website with unchanged fees for 2017. **NB this budget assumes a ‘remain’ vote in the EU referendum.** We do a lot of business in Europe in the form of EKF fees and international seminars, and in the event of an ‘exit’ vote, I will ask for a £1 or £1.50 increase on the full membership fee to cope with the widely-predicted slump in the exchange rate. The money will be distributed to bu based on the amount of Euros they need to buy.

**…and finally**

I trust you will all join me in extending the BKA’s thanks to my successor, Dr Anna Stone, for taking on this rotten job!

mjf