

REGISTRAR OF COMPANIES

REGISTERED NUMBER
2301452
England and Wales

**SPECIAL OLYMPICS GREAT BRITAIN
TRUSTEES' ANNUAL REPORT AND ACCOUNTS**

For the year ended 30th September 2006

Registered charity No. 800329



SPECIAL OLYMPICS GREAT BRITAIN

TRUSTEES' ANNUAL REPORT AND ACCOUNTS - 30TH SEPTEMBER 2006

Pages	1	Reference and administrative information
	2 -6	Trustees' annual report
	7-8	Auditors' report
		Accounts comprising
	9	Consolidated statement of financial activities
	10	Consolidated balance sheet
	11	Company balance sheet
	12-23	Notes to the accounts

SPECIAL OLYMPICS GREAT BRITAIN

Reference and administrative information

Charity name	-	Special Olympics Great Britain
Charity registration number	-	800329
Company registration number	-	2301452
Registered office	-	Suffolk House, George Street, Croydon, CR0 0YN
Operational address	-	123 Golden Lane, London, EC1Y 0RT

Directors

The following persons held office during the year ended 30th September 2006 and up to the date of this report -

Lady Sorrell - Chairman	(resigned 24th October 2005)
L. McMenemy MBE- Chairmar	(Chairman from 24th October 2005)
N Russell - Vice Chairman	(Vice Chairman from 24th October 2005)
P. R. Anderson	
W Billsborough	(appointed 7th September 2006)
Miss G. Hulme	(appointed 7th September 2006)
T Madgwick	(appointed 17th January 2006)
I. A. Muir	
Ms C. A. Potter	
J Renilson	
Mrs J. Silverman	
P Silverman	
Mrs R. Stancer	
T. K Wilcox	

Chief Executive Officer	-	C. J. Hooper
Sports and Services Director	-	A. R. Heffer
Company Secretary	-	Mrs K. B. Wallin
Auditors	-	Simpson Wreford & Partners, Chartered Accountant: Suffolk House, George Street, Croydon CR0 0YN
Bankers	-	National Westminster Bank Plc 116 Fenchurch Street, London, EC3M 5AN
Solicitors	-	Cooper & Burnett, Napier House, 14-16 Mount Ephraim Road, Tunbridge Wells, Kent, TN1 1EE

SPECIAL OLYMPICS GREAT BRITAIN

Annual Report of the Trustees

The members of the Board of Directors of Special Olympics Great Britain, present their annual report together with the audited accounts for the year ended 30th September 2006. The 'Reference and administrative information' is set out on page 1.

Structure, governance and management

Special Olympics Great Britain (SOGB) is a charitable private company limited by guarantee and not having a share capital. The company is governed by the Memorandum and Articles of Association under which the Board of Directors is appointed and the management of the charity is set out. The company operates a national programme of training and local, regional and national competitions which is accredited by Special Olympics International.

SOGB is governed by a Board of Directors (Trustees), most of whom have been appointed for their expertise in specific areas. They are joined by two representatives elected from the membership, and by an elected athlete. Reporting directly to the Board of Directors is the Leadership Council, which oversees the work of the Athletes, Families and Sports Committees, and provides the two elected Board members. There is also a Management Committee to fulfil and oversee day-to-day duties allocated by the Board (with particular reference to finance and fundraising) and under the leadership of the Vice Chairman of the Board, the Committee meets bi-monthly.

Apart from the above persons, the membership of the Company is made up of individuals nominated by local accredited groups which are considered to be branches under the regulations of the charity.

Risk review

The Board of Directors is aware of the risks facing the charity in its funding and financial survival and in carrying out its activities to further its objectives. The Board has continued to examine more formally the major risks to which the charity is exposed and reviewed the systems established to mitigate those risks.

Directors' responsibilities

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company as at the end of the financial year and of the surplus or deficit of the company for that period. In preparing these accounts the directors are required to:-

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent,
- Prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business

SPECIAL OLYMPICS GREAT BRITAIN

Annual Report of the Trustees (continued)

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of Directors who have served during the year and up to the date of this report are set out on page 1

The directors confirm that so far as they are aware, there is no relevant audit information of which the company's auditors are unaware. They have taken all the steps they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Objectives and activities

The mission of Special Olympics is to provide year round sports training and athletic competition in a variety of Olympic-type sports for children and adults with a learning disability (mental handicap) giving them continuing opportunities to develop physical fitness, demonstrate courage, experience joy and participate in a sharing of gifts, skills and friendship with their families, other Special Olympics athletes and the community.

Special Olympics is founded on the belief that people with learning disabilities can, with proper instruction and encouragement, learn, enjoy and benefit from participation in individual and team sports, adapted as necessary to meet the needs of those with special mental and physical limitations

Special Olympics believes that consistent training, including physical conditioning and nutritional and health-related activities is essential to the development of sports skills, and that competition among those of equal abilities is the most appropriate means of testing these skills, measuring progress and providing incentives for personal growth.

Special Olympics believes that through sports training and competition, people with learning disability benefit physically, mentally, socially, and spiritually, families are strengthened, and the community at large, both through participation and observation, is united with people with learning disabilities in an environment of equality, respect and acceptance.

Special Olympics believes that every person with learning disabilities who is at least eight years old should have the opportunity to participate in and benefit from sports training and competition. Special Olympics also permits individual programmes to accept children from ages five to seven for training, although these children may not participate in Special Olympics competitions

SPECIAL OLYMPICS GREAT BRITAIN

Annual Report of the Trustees (continued)

Chairman's review of achievements and performance

SOGB, I believe, can look back at 2006 with pride and satisfaction in its achievements. In addition to many local and regional events, we sent athletes to Poland, Belgium, Gibraltar, Germany, Rome and also to the Pre-Games in Shanghai, China. The teams took part in various events from track & field, swimming, kayaking, also tennis, table-tennis, judo, football and golf. We also hosted special events such as the Annual European Football Week had a record 50,000 players in more than 50 countries take part during the week and firsts such as the National Kayaking Competition and British Learning Disability Championships in partnership with Mencap Sport and DSISO.

So in looking forward, there is an exciting programme of events for 2007 culminating of course with the World Summer Games in Shanghai this October. The GB team is now working hard and getting excited at the prospect of representing Great Britain at these games – the largest sports event in the world in 2007 - Good luck to Team GB and to every GB athlete who takes part at any level, in any sport.

I have spent my first year as Chairman trying to help raise the profile of SOGB, opened a few doors and pricked a few consciences to allow Chris Hooper and his staff to present to some high-flyers in government and business with details of our organisation. I must congratulate especially Domino's Pizza who have reacted so well to our call. I attended their annual conference where fellow ambassador Georgina Hulme, received a standing ovation for her speech. There wasn't a dry eye in the house, I then had the job of following her, thank you Georgina!

Finally, I am sure everyone will join in congratulating one of our longest serving volunteers, Miss Val Hanover, Regional Chairman for our West Midlands Region, for her outstanding achievement in taking the Unsung Hero Award at the BBC Sports Personality of the Year Awards in December. Our thanks to Val for her dedication to Special Olympics and to people with learning disabilities.

Financial review

The Statement of Financial Activities for the year is set out on page 9 of the accounts and shows net incoming resources of £70,444 compared to net outgoing resources of £159,342 the previous year.

Both incoming and outgoing resources were considerably lower than last year mainly since there were no major sporting or awareness and promotional events in the year whereas the National Summer Games were held in Glasgow in July 2005 for which National Development Office alone had incurred a net cost in excess of £60,000 and £20,000 on the related Torch Run 2005 awareness and promotional event.

Although voluntary income has fallen significantly, this largely relates to grants and donations received by the regional branches where extra fundraising efforts are made for specific events.

SPECIAL OLYMPICS GREAT BRITAIN

Annual Report of the Trustees (continued)

Other income and regular costs, not relating to events, have not altered significantly year-on-year resulting in an opportunity for many of the regions and the National Development Office to increase overall reserves.

As explained in Note 1 to the accounts, significant progress has been made in the quest for more long term funding for the activities of the National Development Office and regional branches.

Principal funding sources

Raising our profile and generating funds remains a top priority, in order that SOGB can grow and develop and the Board is committed to ensuring the secure future of the organisation

We should very much like to thank those sponsors and supporters who continue to support us. Special mention must go to our Premier Partners, Coca-Cola GB & Ireland, ABB and SAS. We have also benefited from either, expertise, financial support or sound advice from the following companies: Lions Clubs International, JWT, The Pears Foundation, Piggybank Kids, Domino's Pizza, Tunnocks, R&A, Law Enforcement Torch Run, Rankin Photography, Mindshare, Mencap, Joule and Simpson Wreford & Partners. Our sincere gratitude to everyone concerned.

We would also like to thank our SOGB Ambassadors, David James, John Amaechi, Sean Baker, Hope Powell and Georgina Hulme, for their tremendous support in spreading the word about our organisation.

Reserves policy

The Board of Directors has adopted a policy whereby 'free' reserves (i.e. general funds in excess of amounts invested in fixed assets held for charity use) should be maintained which at least amount to six months expenditure by National Development Office not covered by related income or specific donations. Whilst Head Office expenditure varies from year to year, it is felt that minimum reserves of approximately £100,000 need to be maintained in order to satisfy this policy.

Plans for future periods

Over the next 12 months the charity will be looking to draft a revised Strategic and Business Plan looking at taking the organisation through to 2012

In the period 2007-2012 SOGB intends to strengthen management structures across the whole organisation in order to improve efficiency and overall effectiveness. The Board recognise that at its core, Special Olympics is a volunteer driven movement.

SOGB will develop the depth and diversity of the Board ensuring more contact with the programme at a local level. Board development will include, but not be limited to, the appointment of specialists in the fields of fundraising and Education. Staffing requirements, particularly from a regional delivery perspective, will be reviewed to ensure that the organisation is adequately staffed to support the future development of the programme

SPECIAL OLYMPICS GREAT BRITAIN

Annual Report of the Trustees (continued)

Special Olympics creates opportunities for athletes to train, compete and develop many critical life skills as a result. SOGB will provide a balanced calendar of events at local, regional, national, European and International level. All events, at whatever level, will strive for the highest standards, not only on the playing field, but in the areas of coaching and event management. SOGB will stage a National Summer Games in 2009 involving over 2500 athletes and 1000 volunteers

The Board is committed to ensuring that the organisation is financially secure and in a position to maintain the current operational level and lay the foundations for major development going forward

Regional fundraising opportunities (particularly for development staff) will be developed in parallel with the national fundraising plan. SOGB recognises the value of 'Community' in developing new corporate partnerships.

The fundraising campaign for SOGB requires the ongoing support of companies, private donors and individuals. Current relationships will be nurtured and new avenues will be followed, particularly with Government departments and local authorities

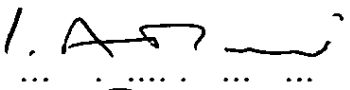
The key focus areas for the first twelve months will be to achieve sustainability through significant core funding and maximising the opportunities offered by the 2007 World Summer Games in Shanghai. There will also be an accent on creating a regular calendar of fundraising events

Auditors

Simpson Wreford & partners will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This report has been prepared in accordance with the Statement of Recommended Practice - Accounting and Reporting by Charities and the special provisions of Part VII of the Companies Act 1985 relating to small companies

Signed on behalf of the board


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I. A. Muir

Director

Approved by the board: 12th September 2007

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SPECIAL OLYMPICS GREAT BRITAIN

We have audited the accounts of Special Olympics Great Britain for the year ended 30th September 2006 which comprise the Consolidated Statement of Financial Activities (including Income and Expenditure Account), Balance Sheets and the related notes. These accounts have been prepared under the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2005)

This report is made solely to the charitable company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members as a body, for our audit work, for this report, or for the opinions we have formed

Respective responsibilities of trustees and auditors

The responsibilities of the trustees (who are also the directors of Special Olympics Great Britain for the purposes of company law) for preparing the Trustees Annual Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Directors' Responsibilities.

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland)

We report to you our opinion as to whether the accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether the information given in the Trustees Annual Report is not consistent with the accounts

In addition we report to you if, in our opinion, the charity has not kept proper accounting records, or if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the charity is not disclosed.

We read the other information contained in the Trustees' Annual Report, and consider whether it is consistent with the audited accounts. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the accounts. Our responsibilities do not extend to any other information.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the accounts, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed

INDEPENDENT AUDITORS' REPORT TO THE

MEMBERS OF SPECIAL OLYMPICS GREAT BRITAIN (continued)

Basis of opinion (continued)

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including *Provisions Available for Small Entities*, in the circumstances set out in note 1 to the accounts.

Opinion

In our opinion:

- the accounts give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of affairs of the charitable company and of the group as at 30th September 2006 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- the accounts have been properly prepared in accordance with the Companies Act 1985; and
- the information provided in the Trustees' Annual Report is consistent with the accounts

Emphasis of matter - Going concern

In forming our opinion we have considered the adequacy of the disclosures in Note 1 to the accounts with regard to projected fundraising and the support of Special Olympics, Inc. In view of the significance of this matter we consider that it should be drawn to your attention but our opinion is not qualified in this respect.


 Simpson Wreford & Partners
 Chartered Accountants and Registered Auditors

Suffolk House
 George Street
 Croydon CR0 0YN

12th September 2007

SPECIAL OLYMPICS GREAT BRITAIN

Consolidated Statement of Financial Activities

(including Income and Expenditure Account)

For the year ended 30th September 2006

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2006 £	Total Funds 2005 £
Incoming Resources					
<i>Incoming resources from generated funds:</i>					
Voluntary income:					
Grants, donations and gifts		472,951		472,951	658,750
Sponsorship		50,000		50,000	95,000
Activities to generate funds.					
Fundraising activities		56,579		56,579	92,432
Investment income		5,045		5,045	5,863
<i>Incoming resources from charitable activities:</i>					
Awareness and promotional events		4,715		4,715	97,399
Sporting events and conferences	2	31,477	-	31,477	195,039
Subscriptions and training fees		68,510		68,510	56,590
<i>Other incoming resources:</i>					
Foreign exchange gain		11,099		11,099	-
Miscellaneous		330		330	2,553
Total incoming resources		700,706	-	700,706	1,203,626
Resources expended					
	3				
<i>Costs of generating funds</i>					
Fundraising		68,934		68,934	89,102
<i>Charitable activities:</i>					
Awareness and promotional costs		73,508	-	73,508	132,073
Sporting events, conferences and training		417,246	35,229	452,475	1,094,078
<i>Governance costs</i>		35,345		35,345	47,715
Total resources expended		595,033	35,229	630,262	1,362,968
Net incoming/(outgoing) resources	4	105,673	(35,229)	70,444	(159,342)
before transfers					
Transfers between funds		(501)	501	-	-
Net movement in funds		105,172	(34,728)	70,444	(159,342)
Fund balances brought forward		54,171	62,871	117,042	261,203
Balances re groups transferred (out of)/into consolidation	1	(10,779)		(10,779)	15,181
Fund balances carried forward		148,564	28,143	176,707	117,042

All the above results are derived from continuing operations. All gains and losses recognised in the above two financial years are included in the Statement of Financial Activities.

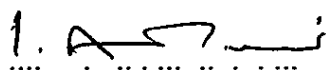
SPECIAL OLYMPICS GREAT BRITAIN

Consolidated Balance Sheet 30th September 2006

	Notes	2006		2005	
		£	£	£	£
FIXED ASSETS					
Tangible assets	6		3,525		3,371
CURRENT ASSETS					
Stock of merchandise		2,750		2,907	
Debtors	8	82,806		24,152	
Cash at bank and in hand		482,222		463,418	
		<u>567,778</u>		<u>490,477</u>	
CREDITORS Amounts falling due within one year	9	<u>(216,321)</u>		<u>(187,432)</u>	
NET CURRENT ASSETS			351,457		303,045
TOTAL ASSETS LESS					
CURRENT LIABILITIES			<u>354,982</u>		<u>306,416</u>
CREDITORS Amounts falling due after more than one year	10		<u>(178,275)</u>		<u>(189,374)</u>
			<u>176,707</u>		<u>117,042</u>
FUNDS					
General funds	11		148,564		54,171
Restricted funds	11		28,143		62,871
			<u>176,707</u>		<u>117,042</u>

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board

1. 

I. A. Muir
Director

Approved by the board: 12th September 2007

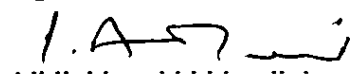
SPECIAL OLYMPICS GREAT BRITAIN

Company Balance Sheet 30th September 2006

	Notes	2006		2005	
		£	£	£	£
FIXED ASSETS					
Tangible assets	6		2,333		1,518
Investments	7		1		1
			<u>2,334</u>		<u>1,519</u>
CURRENT ASSETS					
Stock of merchandise		2,750		2,907	
Debtors	8	82,774		23,271	
Cash at bank and in hand		481,394		463,291	
		<u>566,918</u>		<u>489,469</u>	
CREDITORS · Amounts falling due within one year	9	<u>(214,270)</u>		<u>(184,572)</u>	
NET CURRENT ASSETS			352,648		304,897
TOTAL ASSETS LESS					
CURRENT LIABILITIES			<u>354,982</u>		<u>306,416</u>
CREDITORS : Amounts falling due after more than one year	10		<u>(178,275)</u>		<u>(189,374)</u>
			<u>176,707</u>		<u>117,042</u>
FUNDS					
General fund	11		148,564		54,171
Restricted funds	11		28,143		62,871
			<u>176,707</u>		<u>117,042</u>

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board



I A. Muir
Director

Approved by the board· 12th September 2007

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2006

1. ACCOUNTING POLICIES

Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005) and follow the Statement of Recommended Practice, 'Accounting and Reporting by Charities' published in March 2005.

The Charity has few permanent funding arrangements to cover the costs of carrying out its services. Furthermore the services it is required to provide are not evenly spread and are often one - off or incurred on a quadrennial basis. Whilst sponsorship has previously been forthcoming it cannot be guaranteed that the derived income will be sufficient to cover the projected regular expenditure by National Development Office as it arises and that no further funding will be necessary.

In order to support the ongoing activities of the charity, while outside fundraising to secure its future continuance and developments is obtained, a loan was advanced by Special Olympics, Inc in 2001 (see note 10). A subsequent agreement was signed to the effect that the loan would be written-off in return for Special Olympics Great Britain undertaking a programme of development with defined growth targets. This would enable funding to be directed towards future benefits rather than clearing old debts. Whilst it has not been finally agreed, it is hoped that a full write-off will be agreed very shortly.

Since the year-end, significant long term sponsorship has been obtained, extending support for national (rather than regional) purposes and some fundraising to cover specific costs has been promised.

Furthermore, we continue to work with MENCAP (a learning disability charity) in both fundraising and furthering the charity's objectives. In support of this 'development project', Special Olympics Inc made a grant of approximately £75,000 which was paid in instalments between October 2005 and April 2006.

The Board therefore considers it appropriate to prepare the accounts on the going concern basis given the nature of charitable operations and current projections.

Basis of consolidation

Following the definition of branch activities given by the Statement of Recommended Practice, the accounts include the activities of the National Head Office and those groups, which have been brought together in regional consolidations, whose operations are considered to be wholly dedicated to the activities of Special Olympics Great Britain. Inevitably those groups which are considered to fall within this definition (as set out in note 16a) will vary from time to time resulting in transfers of funds in or out of the consolidated accounts.

The consolidated accounts also incorporate the accounts of SOGB Promotions Ltd, a subsidiary company of Special Olympics Great Britain. The 'Company Balance Sheet' on page 11 shows the balances relating only to Special Olympics Great Britain and does not include the balances of the subsidiary. There is no separate income and expenditure account for the holding company and the surplus for the year is £70,444 (2005 deficit £159,342). The consolidated result is the same as the holding company as all profits of the only subsidiary are donated to it.

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2006

1. ACCOUNTING POLICIES (continued)

Incoming resources

(i) Grants receivable

Grants receivable are credited to the income and expenditure account on an accruals basis with grants received for specific purposes treated as restricted income.

(ii) Donations and gifts

All monetary donations and gifts are credited to the income and expenditure account in the year of receipt. No value is attributed to donations in kind and these are not included in the Statement of Financial Activities.

Donations under Gift Aid together with the associated income tax recoveries are credited to the income and expenditure account when the donations are received.

(ii) Charitable activities

Incoming resources from charitable activities are accounted for when earned.

Resources expended

Expenditure, which is charged to the Statement of Financial Activities on an accruals basis, has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources. Salaries have been allocated on the basis of time spent and other cost allocations reflect estimates of the resources consumed by the activity. The main categories of expenditure are as follows.

- (i) Costs of generating funds are incurred in generating contributions to the charity. This largely involves actively seeking donors and sponsors but can also include publicity to educate and inform with the main aim being to encourage further voluntary income.
- (ii) The costs of charitable activities relate to the charity's sports programme. This involves training and competitive activities together with 'awareness and promotional' activities which have the main intention of increasing the number of people benefitting from the charity's activities. The cost of sports kit purchased for athletes is slightly offset by sales of small amounts of kit and related merchandise.
- (iii) Governance costs are incurred in running and administering the Charity and are not attributable to furthering the charity's objects, support, publicity or fundraising.

Sporting events

Income and expenditure relating to specific sporting events is included in the accounts in the financial year during which the event takes place in so far as it is identified when the accounts are prepared.

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2006

1. ACCOUNTING POLICIES (continued)

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Plant, equipment, fixtures and fittings	- 15% on cost
Computer equipment	- 25% p.a. on cost
Motor vehicles	- 25% p.a. on cost

Stocks

Stocks of merchandise are stated at the lower of cost and net realisable value

Fund accounting

(i) Restricted funds

The restricted funds are funds which have been raised for, and their use restricted to, a specific purpose, or donations subject to donor imposed conditions.

(ii) Designated funds

Designated funds are unrestricted funds set aside by the Directors for particular purposes.

(ii) General fund

The general fund consists of those funds which the company may use in furtherance of its charitable objects or generating contributions, at the discretion of responsible officers

Taxation

The company is a registered charity and therefore is not liable for income tax or corporation tax on income derived from its charitable activities, as it falls within the various exemptions available to registered charities.

Leases

Operating lease commitments are provided in the balance sheet at the time rental payments fall due. Such rental costs are charged to the Statement of Financial Activities as incurred.

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the Statement of Financial Activities.

Ethical standards - Provisions Available for Small Entities

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and to assist with the preparation of the accounts

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2006

2 INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds 2006 £	Total funds 2005 £
Sporting events and conferences				
World Winter Games 2005		-	-	21,491
Other international events (and previous year)		-	-	718
National Summer Games 2005	930	-	930	126,989
Other national events (and previous year)	8,501	-	8,501	5,000
Regional events	22,046		22,046	35,356
National Conference		-	-	5,485
	<u>31,477</u>	<u>-</u>	<u>31,477</u>	<u>195,039</u>

3 TOTAL RESOURCES EXPENDED

	Generated funds £	Awareness & promotion £	Sports programme £	Governance £	Total 30th Sept 2006 £	Total 30th Sept 2005 £
Costs directly attributable to activities:						
Fundraising events	2,791				2,791	1,578
Other fundraising costs	6,994				6,994	28,404
Promotional events		3,951			3,951	106,219
Other promotional costs		51,588			51,588	25,854
Sporting events					-	
World Winter Games 2005		-	-		-	39,173
Other international events		-	6,963		6,963	28,786
National Summer Games 2005			7,737		7,737	240,730
Other national events		-	11,205		11,205	2,792
Regional events		-	57,536		57,536	59,619
Other events (non SOGB)		-	4,134		4,134	11,437
Conferences		-	608		608	21,559
Athletes' health screening			1,440		1,440	41,893
Sports kit		-	25,309		25,309	182,723
Training		-	77,688		77,688	53,807
Travel for events and training		-	41,583		41,583	142,914
Grant			6,788		6,788	4,262
National coordinators			-		-	352
Board and leadership council costs		-		6,019	6,019	4,710
Audit and accountancy (inc regions)		-		21,331	21,331	32,696
Legal and professional		-		40	40	801
Foreign exchange loss		-			-	3,794
Bank interest and charges		-		3,042	3,042	2,820
Directly attributable costs c/d	9,785	55,539	240,991	30,432	336,747	1,036,923

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2006

3. TOTAL RESOURCES EXPENDED (continued)

	Generated funds	Awareness and promotion programme £	Sports programme £	Governance £	Total 30th Sept 2006 £	Total 30th Sept 2005 £
Directly attributable costs b/c	9,785	55,539	240,991	30,432	336,747	1,036,923
Support costs allocated to activities:						
Salaries and staff costs	59,149	17,969	88,810	4,913	170,841	174,124
Staff recruitment and training		-	626	-	626	-
Travel and subsistence		-	20,019		20,019	18,253
Motor expenses		-	1,846		1,846	3,588
Membership cards		-	2,001		2,001	2,751
Rule books		-	-		-	5,208
Rent and rates		-	23,304		23,304	34,253
Telephone		-	8,038		8,038	7,497
Postage, stationery and printing		-	19,716		19,716	19,154
Insurance		-	17,349		17,349	16,535
IT costs		-	1,711		1,711	601
SOI accreditation fees		-	7,500		7,500	5,758
Equipment maintenance		-	6,834		6,834	9,907
Premises maintenance		-	-		-	793
Equipment leasing		-	2,795		2,795	2,795
Depreciation		-	1,209		1,209	1,124
Miscellaneous (including regions)		-	9,726		9,726	23,704
	<u>68,934</u>	<u>73,508</u>	<u>452,475</u>	<u>35,345</u>	<u>630,262</u>	<u>1,362,968</u>

4. NET INCOMING RESOURCES

The net surplus on ordinary activities is after charging:

	2006 £	2005 £
Depreciation and other amounts written off tangible fixed assets - provision for period	1,209	1,124
Rental costs under operating leases		
Office equipment	2,795	2,795
Other	18,766	29,967
Auditors' remuneration (including regions and VAT)		
Audit	18,388	18,844
Other services	<u>750</u>	<u>11,385</u>

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2006

5. STAFF COSTS AND NUMBERS

Staff costs were as follows

	2006 £	2005 £
Salaries	154,170	157,305
Social security costs	16,671	16,819
Pension costs	-	-
	<u>170,841</u>	<u>174,124</u>

No employee received emoluments of more than £60,000.

The average weekly number of employees during the year, on the basis of full time equivalents was as follows

	2006 No	2005 No
Fundraising, sports development and administration	<u>5</u>	<u>5</u>

6. TANGIBLE FIXED ASSETS

The Group:

	Motor Vehicle	Computer	Plant, equipment fixtures & fittings	TOTAL
Cost	£	£	£	£
At 1st October 2005	16,800	4,782	692	22,274
Additions		1,363		1,363
Disposals	-		(599)	(599)
At 30th September 2006	<u>16,800</u>	<u>6,145</u>	<u>93</u>	<u>23,038</u>
Depreciation				
At 1st October 2005	16,800	1,492	611	18,903
Charge for period	-	1,195	14	1,209
Disposals	-		(599)	(599)
At 30th September 2006	<u>16,800</u>	<u>2,687</u>	<u>26</u>	<u>19,513</u>
Net book values				
At 30th September 2006	<u>-</u>	<u>3,458</u>	<u>67</u>	<u>3,525</u>
At 1st October 2005	<u>-</u>	<u>3,290</u>	<u>81</u>	<u>3,371</u>

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2006

The Company:	Plant, equipment Motor Vehicle Computer fixtures & fittings			TOTAL
	£	£	£	£
Cost				
At 1st October 2005	16,800	2,137	692	19,629
Additions		1,363		1,363
Disposals	-		(599)	(599)
At 30th September 2006	16,800	3,500	93	20,393
Depreciation				
At 1st October 2005	16,800	700	611	18,111
Charge for period	-	534	14	548
Disposals	-		(599)	(599)
At 30th September 2006	16,800	1,234	26	18,060
Net book values				
At 30th September 2006	-	2,266	67	2,333
At 1st October 2005	-	1,437	81	1,518

7. FIXED ASSETS - INVESTMENTS

The company	Subsidiary undertaking £
Cost at 1st October 2005 and 30th September 2006	1

8. DEBTORS

	The Group		The company	
	2006 £	2005 £	2006 £	2005 £
Other debtors	1,416	1,384	1,384	1,384
Prepayments and accrued income	81,390	22,768	81,390	21,887
	82,806	24,152	82,774	23,271

All debtors are due within one year

9 CREDITORS: Amounts falling due within one year

	The Group		The company	
	2006 £	2005 £	2006 £	2005 £
Due to subsidiary	-	-	22,795	42,033
Other creditors	88,260	82,684	65,914	43,066
Accruals and deferred income	128,061	104,748	125,561	99,473
	216,321	187,432	214,270	184,572

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2006

10. CREDITORS: Amounts falling due after more than one year	The Group		The company	
	2006	2005	2006	2005
	£	£	£	£
Loan from Special Olympics Inc.	178,275	189,374	178,275	189,374

Most of the above interest free loan from Special Olympics, Inc. was advanced in US Dollars under agreements dated November 2000 and July 2001. In September 2004, the loan was consolidated with some outstanding accreditation fees due and it was agreed that it could be written off in return for the achievement of certain agreed growth targets by Special Olympics Great Britain over the period to 30th June 2006. It is hoped that a full write-off will be agreed very shortly.

11. FUNDS	Balance at 1st October 2005	Increases	Decreases	Transfers	Balance at 30th Sept 2006
	£	£	£	£	£
UNRESTRICTED FUNDS					
The company - General	54,171	650,655	(544,982)	(11,280)	148,564
Subsidiary reserves	-	50,051	(50,051)	-	-
	54,171	700,706	(595,033)	(11,280)	148,564

RESTRICTED FUNDS

The company and the group:

Opening Eyes	4,873	-	-	-	4,873
Healthy Athletes	939	-	(1,440)	501	-
Regional Development Officer	56,924	-	(33,789)	-	23,135
Regional	135	-	-	-	135
	62,871	-	(35,229)	501	28,143

The 'Opening Eyes' restricted fund relates to a grant received from Special Olympics, Inc. and other donations received for the purpose of screening athletes' eyes at major sporting events.

The 'Healthy Athletes' restricted fund also relates to grants received from Special Olympics Inc. for the purpose of screening athletes' hearing, teeth and feet at the National Summer Games 2005 in Glasgow.

The operating budget of the Regional Development Officer was funded annually 2002 to 2005.

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2006

12 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible Fixed Assets £	Current Assets £	Current Liabilities £	Longterm Liabilities £	Total £
Restricted funds					
Opening Eyes	-	4,873	-	-	4,873
Regional Development Officer	-	23,135	-	-	23,135
Regional	-	135	-	-	135
	-	28,143	-	-	28,143
Unrestricted funds	3,525	539,635	(216,321)	(178,275)	148,564
	3,525	567,778	(216,321)	(178,275)	176,707

13 OPERATING LEASE COMMITMENTS

At 30th September 2006 the company was committed to making the following payments during the next year in respect of operating leases

	Building £	Other £
Expiring:		
Within one year	9,260	-
Within two to five years	-	2,800

14 RELATED PARTIES

The directors (who are also Trustees) did not receive any remuneration for their services during the current or previous year. Travel costs amounting to £4,202 (2005 £3,827) were reimbursed to 3 (2005 5) directors. Expenses incurred while providing professional PR services to the charity, amounting to £3,526, were also reimbursed to one director in the current year.

15 SUBSIDIARY

The company has the following subsidiary which is wholly owned and registered in England.

SOGB Promotions Limited

- Generating sponsorship for Special Olympics Great Britain and supplying the related services.

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts -30th September 2006

16 REGIONS AND THEIR GROUPS

The regions and groups accredited by Special Olympics Great Britain are as follows -

a. Branches

Regions and their groups whose operations are considered to be wholly dedicated to its activities are as follows -

YORKS/HUMBERSIDE

Dearne Valley
Sheffield & Rotherham
City of Hull
North Kirklees
Wakefield

NORTH WEST

N & W Cheshire
S E Cheshire
Ellesmere Port & Neston
Manchester
Merseyside

NORTHERN

Skelton/Cleveland
Hartlepool
Northumberland
Darlington

WEST MIDLANDS

City of Birmingham
Worcester
Sutton Coldfield
Redditch
Wolverhampton
North Staffordshire
North Warwickshire
Leamington Spa
North Shropshire
Stafford
Solihull

EAST MIDLANDS

Leicester & district
Northampton
Lincolnshire
Spireoaks

EASTERN

Breckland
Cambs College RDA
North Cambs
St. Albans
North Bedford

SOUTH WEST

South Devon
West Cornwall
North Somerset

SOUTHERN

Isle of Wight
S E Hants
Southampton Gym Club
Bournemouth

WALES

Wrexham Tennis
Cardiff Strikers
Carmarthenshire

GREATER LONDON

Barking & Dagenham
Enfield
Hammersmith & Fulham
Harrow
North London
Camden

SOUTH EAST

Hastings & Rother
Orpington Sharks
Brighton & Hove
Eastbourne
South East Region Ski

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts -30th September 2006

16 REGIONS AND THEIR GROUPS (continued)

a. Branches (continued)

SCOTLAND

The branches in Scotland, which are: Borders, Grampian, Scotland West, Tayside and Lothian, are currently recognised as Scottish charities and report to the Inland Revenue as such, although the introduction of a Scottish Charity Regulator (under recent changes to Scottish charity law) may change that position

The accounts of these branches have so far been excluded from the consolidated financial statements of Special Olympics Great Britain but, inspite of the differences in Scottish charitable reporting requirements, it is now felt that steps should be taken to include them in the consolidation. However, for the current year, the following information has been extracted and summarised from the accounts of the Scottish branches for their financial years ending on (or last one before) 30th September 2006 All the accounts have been subject to a form of audit or independent examination

	2006
	£
Accumulated reserves	<u>133,043</u>
Deficit for year	<u>(18,238)</u>

b Associates

Those groups whose activities and accounts include the support of many other charities, and are not therefore included in these accounts are as follows -

NORTH WEST

City of Liverpool
Southport and Formby
Blackpool Polar Bears
Bury (Jigsaw)

SOUTH WEST

Care Blackerton
Kodachi
Bath & N E Somerset

NORTHERN

County Durham

WEST MIDLANDS

Dudley
Sandwell
Shropshire Sharks

SOUTH EAST

S E Kent
Court Meadow
Gillingham Gymnastics Club

GREATER LONDON

Lewisham
Wandsworth
Pedal Power (Hackney)

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts -30th September 2006

16 REGIONS AND THEIR GROUPS (continued)

b Associates (continued)

SOUTHERN

Guernsey
 Guernsey Special Gym
 Horizon
 Jersey Mont a l'Abbe
 Jersey SAD
 Link Leisure
 Norwood Ravenswood
 Reading Cygnets
 Rushmore Mallards
 SNUGS (Gym club)
 Southampton SDS
 South Bucks
 West Berkshire Mencap
 Windsor (Gateway)

EASTERN

Amwell View
 Marlins Water Activities

YORKS/HUMBERSIDE

Bradford
 Borough of Kirklees
 Doncaster SEC
 Harrogate
 Henshaws College
 North Lincs
 Pudsey Gateway Club
 Shared Dewsbury

EAST MIDLANDS

4 A's Newark

WALES

Boccia Rollers
 Bridgend sharks
 Cardiff Cheetahs
 Cardiff Chameleons
 Cardiff Stars
 Haverfordwest
 Mega Allsorts
 Penarth Gym
 Swansea Stingrays
 Vale of Glamorgan
 Welsh Powerlifting
 WISP Judo

SCOTLAND

Fife
 Forth Valley
 Highland centre