

**REGISTRAR
OF COMPANIES**

REGISTERED NUMBER:
2301452
England and Wales

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

For the year ended 30th September 2003

Registered charity No. 800329



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SPECIAL OLYMPICS GREAT BRITAIN

TRUSTEES' ANNUAL REPORT AND ACCOUNTS - 30TH SEPTEMBER 2003

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SPECIAL OLYMPICS GREAT BRITAIN

Legal and administrative information

Status

Special Olympics Great Britain 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.

The following persons held office during the year ended 30th September 2003:-

Lady Sorrell - Chairman
 P. R. Anderson
 M. W. Booth
 Ms M. Brown - Athlete representative
 R. Datnow - Vice Chairman
 Mrs F. Hussain
 I. A. Muir
 Ms C. A. Potter
 J. Renilson
 T. K. Wilcox

Chief Executive Officer	-	M. Vincent (to June 2003)
	-	C. J. Hooper (from January 2004)
Sports and Services Director	-	A. R. Heffer
Company Secretary	-	Miss K. B. Bunton
Registered Office	-	Napier House 14-16 Mount Ephraim Road Tunbridge Wells Kent TN1 1EE
Auditors	-	Simpson Wreford & Partners, Chartered Accountants, 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 2003.

Objects and policies

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.

Organisation

Following the restructuring of the organisation in 2002, Special Olympics Great Britain continued to be 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. The revised constitution also called for 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 convened its first meeting in August and continues to meet 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.

SPECIAL OLYMPICS GREAT BRITAIN**Annual Report of the Trustees (continued)****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.

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.

Financial results

The Statement of Financial Activities for the year is set out on page 9 of the accounts and shows net outgoing resources £26,101 compared to net incoming resources of £103,556 the previous year. Whilst income has shown encouraging increases in most areas, this has been a year of high expenditure on sporting events (World Summer Games and National Championships) and promotional events to increase the awareness of what Special Olympics has to offer. Expenditure on targeted fundraising has also increased and has resulted in the increases in donated income.

The surplus last year partly reflects the carry forward of reserves to offset the higher expenditure this year, both in the restricted funds for certain officers' employment costs and branch income spent on the major sporting events. Support and management costs have inevitably increased, particularly with higher staffing costs. The work of the charity is reviewed below.

Review of activities*National Development Office*

Following a very successful first half of 2003 and a World Summer Games which was held in Dublin 21st-29th June the National Development Office relocated from Tunbridge Wells to central London, within the office of Coley Porter Bell, Grosvenor Gardens, SW1 at the beginning of August. This move marked the commencement of the Board's definitive plan to move forward on the issues of national identity and growth.

The Board is highly appreciative of the combined efforts of our small but dedicated team which has continued to work towards our goals throughout the year.

SPECIAL OLYMPICS GREAT BRITAIN

Annual Report of the Trustees (continued)

Fundraising and Development:

Raising our profile and generating funds remain top priorities, in order that SOGB can progress and this year has seen encouraging increases in sponsorship and donated income.

We should very much like to thank those sponsors who continue to support us. Special mention must go to our Premier Partners, Coca-Cola GB & Ireland and ABB. We have also benefited from either expertise, financial support or sound advice from the following companies : The Coca-Cola Youth Foundation, Lions Clubs International, SAS, GE, Otis Limited, O'Briens Irish Sandwich Bars, Skandia Life, Goldman Sachs, CIU Working Men's Clubs, Vodafone, J Walter Thompson, Fleishman Hillard, AOL, BBC TV, Sky Sports and Reed Elsevier - our sincere gratitude to everyone concerned.

In addition, SOI are currently reviewing the repayment terms of the loan extended to us and there is a strong possibility that most or all of the amounts owing will be waived. Whilst we are extremely grateful for this support, our aim must be to strive for a strong and independent future.

We hope you will enjoy the following resume of the very exciting events that took place during 2003.

'Give a Million More People a Chance' - Launch of Campaign:

The Rt. Hon Gordon Brown MP and Mrs Sarah Brown hosted a reception at Downing Street on 28th January 2003 for 130 guests in honour of Special Olympics Great Britain. Eunice Kennedy Shriver, Founder of Special Olympics and Timothy P Shriver, Ph.D. the President and CEO of Special Olympics World-wide attended the reception to support the launch of the organisation's new campaign, 'Give One Million More People A Chance'. Following the Reception at 11 Downing Street a fundraising dinner for 120 honoured guests including Special Olympics athletes, luminaries from the World of Sports, sponsors, patrons and potential patrons. The auction on the evening run by Sir David Frost raised £75,000 for the organisation.

London Stock Exchange - 28th April 2003:

SOGB held a breakfast briefing at the London Stock Exchange hosted by its Chairman, Don Cruickshank and Special Olympics International and SOGB Board Director, Mark Booth.

Special Olympics athletes Miss Sarah Biggs and Mr Marc Curtis gave a speech to the assembled 50 city corporation representatives who attended the breakfast.

Stock exchanges, a global symbol of investment, were the selected sites of the announcement as proof that Special Olympics is a good cause as well as a good investment, and that *Invest in a Life* will transform lives for people with learning disabilities worldwide.

SOEE European Football Week - 22nd-29th April 2003:

SOGB participated once again in this exciting European wide programme of Special Olympics and as football continues to grow in popularity, with athletes of both sexes, we value the involvement of the football authorities and appreciate the work of SOEE in this area.

SPECIAL OLYMPICS GREAT BRITAIN

Annual Report of the Trustees (continued)

SOGB sent 50 football players to the World Games in Dublin – one 11-a-side team, two male 5-a-side teams and a female 5-a-side team. Football was by far the largest squad in the GB team. This was the first time that a women's team from GB had competed at any SO international competition. The women's team and one of the male 5-a-side teams both won silver medals in their division.

Special Olympics Law Enforcement Torch Run in London - 11th June 2003:

On June 11th the flame arrived in London and was carried along the South Bank by over 1200 runners, including athletes and children with learning disabilities, British Police Officers, corporate sponsored teams, local schoolchildren, the law enforcement police runners from around the world, who are by tradition guardians of the Special Olympics flame, and celebrities and stars from the sports world.

The flame visited Gordon Brown at the Houses of Parliament and then at 2.00pm The Minister of Sport, Rt. Hon Richard Caborn officially started the run. The flame was welcomed by the Countess of Wessex and the Mayor of London, Mr Ken Livingstone, on its arrival at City Hall. The ceremony was followed with a programmed stage of entertainment and afternoon of fun and celebration.

Special Olympics World Summer Games 21st-29th June 2003:

The GB team performed magnificently at the World Summer Games in Dublin. British athletes scooped 89 gold, 91 silver and 80 bronze medals competing amongst 7000 athletes from 166 countries. The 199 athletes scooped gold medals in swimming, athletics, powerlifting, badminton, ten pin bowling, tennis, judo, sailing, golf, basketball, equestrian, cycling, table tennis and gymnastics. The GB delegation, made up of athletes from England, Scotland and Wales, competed in 16 of the 23 sports offered at the Games. The athletes were supported by a team of 59 coaches all of whom were volunteers. Our thanks go to all the athletes for being such a credit to Special Olympics GB and to their families and all the volunteer coaches particularly Team Manager, Gordon McCormack and his assistants Keith Wilcox and Jed Renilson.

The future

Within the next 12 months it is our aim to build up the number of our Patrons, thereby giving us a stream of steady income. We also hope to increase our Ambassadors, who help raise our profile.

The Board continues to meet quarterly to discuss the overall financial and development side of our programme. All issues that involve our members at regional level are also given very full consideration at these Board meetings. To this end, we have also put into place twice-yearly informal tea with the Leadership Council.

In order to further strengthen Board activity, the Executive Management Committee meets on a monthly basis, ensuring that all matters are dealt with regularity and efficiency. This Committee is conscientiously headed up by the Vice Chairman of the Board, Mr Robert Datnow.

SPECIAL OLYMPICS GREAT BRITAIN

Annual Report of the Trustees (continued)

Since January 2004 our Development Office in London has been greatly strengthened. The team now includes Chris Hooper, who joined as Executive Director from Special Olympics New Zealand. He brings with him 6 years experience of working within Special Olympics and is already firmly established. The inimitable Karen Bunton continues to be our very talented and experienced mainstay in Administration and will be primarily directing her skills towards special projects in the future. We now also have a new Team Administrator, Jessica Pointon, who has a wealth of skills that will hugely benefit the National Development Office.

Special mention must also be made of our other staff who are both talented and integral to the overall work we do: Andrew Heffer, Director of Sports & Services and Robert Billson, Regional Development Officer for London & South East.

As Chairman of SOGB, I am confident that we are moving forward with our programme in a constructive manner. Whilst we are still growing, our goals must remain realistic, but it is my aim nonetheless, to build a very sure and solid foundation from which our infrastructure can grow.

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 Head 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.

Risk review

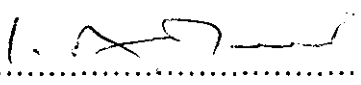
The Board of Directors is aware of the risks facing the charity in its funding and financial survival and in carrying out its activities to further its objectives. Following the organisational restructuring described in last year's report, the new Board has re-examined more formally the major risks to which the charity is exposed and reviewed the systems established to mitigate those risks.

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 special provision of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of the board



 Director

Approved by the board: 28th July 2004

**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 2003 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 historical cost convention and the accounting policies set out therein.

Respective responsibilities of trustees and auditors

The trustees' (who are also the directors of Special Olympics Great Britain for the purposes of company law) responsibilities for preparing the Trustees Annual Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards are set out on page 3.

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 if, in our opinion, the Trustees Annual Report is not consistent with the accounts, if 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 are not required to consider whether the statement in the Trustees' Report concerning the major risks to which the charity is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the charity's risk management and control procedures

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 United Kingdom Auditing Standards 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.

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.

Opinion

In our opinion the accounts give a true and fair view of the state of affairs of the charitable company and of the group as at 30th September 2003 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Simpson Wreford & Partners
Chartered Accountants and Registered Auditors

Suffolk House
George Street
Croydon CR0 0YN

28th July 2004

SPECIAL OLYMPICS GREAT BRITAIN

Consolidated Statement of Financial Activities

(including Income and Expenditure Account)

For the year ended 30th September 2003

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2003 £	Total Funds 2002 £
Incoming Resources					
Grants, donations and gifts		316,764	45,000	361,764	360,843
Sponsorship		155,000	-	155,000	-
Activities to further the charity's objects:					
Sporting events and conferences	3	218,632	-	218,632	34,902
Subscriptions and training fees		45,642		45,642	37,222
Activities to generate funds:					
Fundraising activities		34,075		34,075	24,565
Investment income		4,447	3	4,450	4,367
Foreign exchange gain		12,065		12,065	18,769
Miscellaneous		718	28	746	2,807
Total incoming resources		787,343	45,031	832,374	483,475
Resources expended	4				
<i>Costs of generating funds</i>					
Merchandise and sports kit (net of sales)		17,218		17,218	16,983
Promotional events		86,899		86,899	-
Fundraising and publicity		43,637	17,239	60,876	36,150
		147,754	17,239	164,993	53,133
<i>Charitable expenditure:</i>					
Activities to further the charity's objects:					
Sporting events, conferences and training		428,881	-	428,881	136,010
Support costs		129,622	38,321	167,943	138,116
Management and administration		75,426	21,260	96,686	52,660
		633,929	59,581	693,510	326,786
Total resources expended		781,683	76,820	858,503	379,919
Net Resources expended before transfers		5,660	(31,789)	(26,129)	103,556
Transfers between funds		(6,179)	6,179	-	-
Net movement in funds	2	(519)	(25,610)	(26,129)	103,556
Fund balances brought forward		116,524	77,285	193,809	85,687
Balances re groups transferred into/(out of) consolidation	1	(2,003)	-	(2,003)	4,566
Fund balances carried forward		114,002	51,675	165,677	193,809

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.

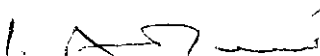
SPECIAL OLYMPICS GREAT BRITAIN

Consolidated Balance Sheet 30th September 2003

	Notes	2003		2002	
		£	£	£	£
FIXED ASSETS					
Tangible assets	6		782		3,129
CURRENT ASSETS					
Stock of merchandise		2,061		2,212	
Debtors	8	4,942		55,302	
Cash at bank and in hand	9	503,954		437,671	
		<u>510,957</u>		<u>495,185</u>	
CREDITORS: Amounts falling due within one year	10	<u>(168,220)</u>		<u>(114,599)</u>	
NET CURRENT ASSETS			342,737		380,586
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>343,519</u>		<u>383,715</u>
CREDITORS: Amounts falling due after more than one year	11		<u>(177,842)</u>		<u>(189,906)</u>
			<u>165,677</u>		<u>193,809</u>
FUNDS					
General funds	12		114,002		116,524
Restricted funds	12		51,675		77,285
			<u>165,677</u>		<u>193,809</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:



Director

Approved by the board: 28th July 2004

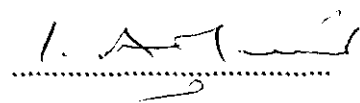
SPECIAL OLYMPICS GREAT BRITAIN

Company Balance Sheet 30th September 2003

	Notes	2003	2002
		£	£
FIXED ASSETS			
Tangible assets	6	782	3,129
Investments	7	1	-
		<u>783</u>	<u>3,129</u>
CURRENT ASSETS			
Stock of merchandise		2,061	2,212
Debtors	8	4,942	55,302
Cash at bank and in hand	9	487,680	437,671
		<u>494,683</u>	<u>495,185</u>
CREDITORS: Amounts falling due within one year	10	<u>(151,947)</u>	<u>(114,599)</u>
NET CURRENT ASSETS		342,736	380,586
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>343,519</u>	<u>383,715</u>
CREDITORS: Amounts falling due after more than one year	11	<u>(177,842)</u>	<u>(189,906)</u>
		<u>165,677</u>	<u>193,809</u>
FUNDS			
General fund	12	114,002	116,524
Restricted funds	12	51,675	77,285
		<u>165,677</u>	<u>193,809</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:



Director

Approved by the board: 28th July 2004

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2003

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 June 2002) and follow the Statement of Recommended Practice, 'Accounting and Reporting by Charities' published in October 2000.

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 expenditure 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 was obtained, a loan was advanced by Special Olympics, Inc. in 2001 repayment of which was not to commence until funds were available (see note 12). There is currently a proposal under consideration that the loan be written off in return for Special Olympics Great Britain agreeing to the implementation of a programme of development with defined growth targets. This would enable funding to be directed towards future benefits rather than clearing old debts.

Whilst firm long term funding is not yet fully in place fundraising initiatives have achieved some success and donations and sponsorship income for national (rather than regional) purposes was significantly higher than the previous year. The salaries of the Chief Executive Officer for one year and a Regional Development Officer for three years, have also been funded from outside sources.

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 the subsidiary company of Special Olympics Great Britain.

Voluntary income

(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.

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2003

1. ACCOUNTING POLICIES (continued)

(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.

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. Merchandise and sports kit, incorporating the Special Olympics name, are purchased either to sell to members and friends or to give to competitors in certain events partly as a means of publicity. Fundraising and publicity costs also educate and inform governments, organisations and members of the public on the issues being addressed by the Charity.
- (ii) Activities to further the charity's objects and support costs are incurred in providing the sports training and competitive activities carried out by the charity.
- (iii) Management and administration costs are incurred in running and administering the Charity and are not directly 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.

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 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.

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2003

1. ACCOUNTING POLICIES (continued)

(ii) Designated funds

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

(iii) 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.

2. NET INCOMING /(EXPENDED) RESOURCES

The net deficit (2002 - surplus) on ordinary activities is after charging:

	2003	2002
	£	£
Depreciation and other amounts written off		
tangible fixed assets - provision for period	2,108	6,512
Rental costs under operating leases		
Office equipment	3,826	2,599
Other	10,561	8,000
Auditors' remuneration (including VAT):	<u>21,896</u>	<u>17,309</u>

The directors (who are also Trustees) did not receive any remuneration for their services during the current or previous year.

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2003

3. INCOMING RESOURCES FROM ACTIVITIES
TO FURTHER THE CHARITY'S OBJECTS

	Unrestricted funds £	Restricted funds £	Total funds 2003 £	Total funds 2002 £
Sporting events and conferences				
World Summer Games 2003	175,364	-	175,364	-
National events (and previous year)	-	-	-	2,477
Regional events	43,268	-	43,268	32,139
Conferences:	-	-	-	286
	<u>218,632</u>	<u>-</u>	<u>218,632</u>	<u>34,902</u>

4. TOTAL RESOURCES EXPENDED

	Staff costs (allocated) £	Other costs (allocated) £	Other costs (direct) £	Total funds 30th Sept 2003 £	Total funds 30th Sept 2002 £
Costs of generating funds					
Merchandise and sports kit	-	-	17,218	17,218	16,983
Promotional events	-	-	86,899	86,899	-
Fundraising and publicity	27,301	-	33,575	60,876	36,150
	<u>27,301</u>	<u>-</u>	<u>137,692</u>	<u>164,993</u>	<u>53,133</u>

Activities to further the charity's objects

Sporting events and conferences:

World Summer Games 2003	31,582	-	199,707	231,289	
Other international events	-	-	-	-	511
National Championships 2003	-	-	53,130	53,130	
Other national events	-	-	1,875	1,875	4,163
Regional events	-	-	66,129	66,129	58,231
Other events (non SOGB)	-	-	7,743	7,743	16,032
Conferences:	-	-	-	-	
Training	-	-	32,656	32,656	19,736
Travel for events and training	-	-	36,059	36,059	37,337
	<u>31,582</u>	<u>-</u>	<u>397,299</u>	<u>428,881</u>	<u>136,010</u>

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2003

4. TOTAL RESOURCES EXPENDED (continued)

	Staff costs (allocated) £	Other costs (allocated) £	Other costs (direct) £	Total funds 30th Sept 2003 £	Total funds 30th Sept 2002 £
Support costs					
Salaries and staff costs	62,451	-	-	62,451	54,565
Staff training	-	-	435	435	-
Travel and subsistence	-	-	19,424	19,424	10,981
Motor expenses	-	-	7,421	7,421	10,343
Membership cards	-	-	1,255	1,255	1,043
Rent and rates	-	-	10,561	10,561	9,007
Telephone	-	-	10,017	10,017	7,653
Postage, stationery and printing	-	-	12,622	12,622	11,146
Insurance	-	-	14,692	14,692	7,968
IT costs	-	-	1,155	1,155	805
SOI accreditation fees	-	-	3,700	3,700	5,026
Equipment maintenance	-	-	4,516	4,516	1,283
Premises maintenance	-	-	1,293	1,293	378
Equipment leasing	-	-	3,826	3,826	2,599
Depreciation	-	-	2,108	2,108	6,512
Fixed asset disposal	-	-	(61)	(61)	-
Miscellaneous	-	-	12,528	12,528	8,807
	62,451	-	105,492	167,943	138,116
Management and administration					
Salaries and staff costs	45,848	-	-	45,848	26,544
Staff recruitment	-	-	-	-	2,012
Board expenses	-	-	3,936	3,936	3,376
Audit and accountancy	-	-	21,896	21,896	17,309
Legal and professional	-	-	23,676	23,676	1,249
Bank interest and charges	-	-	1,330	1,330	2,170
	45,848	-	50,838	96,686	52,660
Total Resources expended	167,182	-	691,321	858,503	379,919

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2003

5. STAFF COSTS AND NUMBERS

Staff costs were as follows:

	2003	2002
	£	£
Salaries	135,912	100,523
Social security costs	13,958	9,909
Pension costs	1,312	2,250
	<u>151,182</u>	<u>112,682</u>

No employee received emoluments of more than £50,000.

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

	2003	2002
	No	No
Fundraising, sports development and administration	<u>5</u>	<u>4</u>

6. TANGIBLE FIXED ASSETS

The Group and the company:	Plant, equipment		
	Motor Vehicle	Computer	fixtures & fittings
Cost	£	£	£
At 1st October 2002	16,800	8,888	599
Disposals	-	(1,639)	-
At 30th September 2003	<u>16,800</u>	<u>7,249</u>	<u>599</u>
Depreciation			
At 1st October 2002	16,799	5,940	419
Charge for period	-	2,018	90
Disposals	-	(1,400)	-
At 30th September 2003	<u>16,799</u>	<u>6,558</u>	<u>509</u>
Net book values			
At 30th September 2003	<u>1</u>	<u>691</u>	<u>90</u>
At 1st October 2002	<u>1</u>	<u>2,948</u>	<u>180</u>

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2002

7. FIXED ASSETS - INVESTMENTS

The company	Subsidiary undertaking £
Addition - SOGB Promotions Ltd	1
Cost at 30th September 2003	1

8. DEBTORS

	The Group		The company	
	2003	2002	2003	2002
	£	£	£	£
Other debtors	3,114	491	3,114	491
Prepayments and accrued income	1,828	54,811	1,828	54,811
	4,942	55,302	4,942	55,302

All debtors are due within one year

9. CASH AT BANK AND IN HAND

Held by National office	198,103	114,910	181,829	114,910
Held by regions	305,851	322,761	305,851	322,761
	503,954	437,671	487,680	437,671

10. CREDITORS: Amounts falling due within one year

Due to subsidiary	-	-	48,151	-
Other creditors	40,750	22,667	34,169	22,667
Accruals and deferred income	127,470	91,932	69,627	91,932
	168,220	114,599	151,947	114,599

11. CREDITORS: Amounts falling due after more than one year

Loan from Special Olympics Inc.	177,842	189,906	177,842	189,906
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The above interest free loan from Special Olympics, Inc. was advanced in US Dollars under agreements dated November 2000 and June 2001. Repayment was to be in quarterly instalments over three years from a date when sufficient funds are considered to be available. However, there is a possibility that the loan will be written off in return for the achievement of certain agreed growth targets by Special Olympics Great Britain

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2003

12. FUNDS	Balance at 1st October 2002 £	Increases £	Decreases £	Transfers £	Balance at 30th Sept 2003 £
UNRESTRICTED FUNDS					
The company:					
General - Head Office	(214,652)	421,873	(430,817)	(6,179)	(229,775)
- Regions	331,176	365,470	(350,866)	(2,003)	343,777
	116,524	787,343	(781,683)	(8,182)	114,002
Subsidiary reserves	-	-	-	-	-
	116,524	787,343	(781,683)	(8,182)	114,002

RESTRICTED FUNDS

The company and the group:

Head Office

Opening Eyes	5,280	31	(337)	-	4,974
Chief Executive Officer	40,180	-	(46,359)	6,179	-
Regional Development Officer	31,690	45,000	(30,124)	-	46,566
Regional	135	-	-	-	135
	77,285	45,031	(76,820)	6,179	51,675

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

The operating budget of the Chief Executive Officer received one-off funding in 2002 and the operating budget of the Regional Development Officer has been funded annually since April 2002.

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible Fixed Assets £	Current Assets £	Current Liabilities £	Longterm Liabilities £	Total £
Restricted funds					
Head office					
Opening Eyes	-	4,974	-	-	4,974
Regional Development Officer	-	46,566	-	-	46,566
Regional	-	135	-	-	135
	-	51,675	-	-	51,675
Unrestricted funds	782	459,282	(168,220)	(177,842)	114,002
	782	510,957	(168,220)	(177,842)	165,677

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts - 30th September 2003

14. OPERATING LEASE COMMITMENTS

At 30th September 2003 the company was committed to making the following payments during the next year in respect of operating leases:

	Building	Other
Expiring:	£	£
Within one year	3,858	-
Within two to five years	<u>-</u>	<u>2,599</u>

15 SUBSIDIARY

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

SOGB Promotions Limited	- Promoting and obtaining sponsorship for Special Olympics Great Britain.
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SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts -30th September 2003

16. REGIONS AND THEIR GROUPS

The regions and groups accredited under SOGB and which, in addition to national Head Office, make up 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

Cheshire
S. E. Cheshire
Knowsley

NORTHERN

Grangetown
Skelton/Cleveland
Hartlepool
Northumberland
Darlington

WEST MIDLANDS

City of Birmingham
North Shropshire
Solihull
Sutton Coldfield
Worcester
North Warwickshire
Walsall
North Staffordshire
Wolverhampton
Coventry

EAST MIDLANDS

Leicester
Northampton
Lincolnshire
Gainsborough
Spireoaks

EASTERN

Breckland
Cambs College RDA
St. Albans
North Cambs
North Bedford

WALES

Wrexham Tennis
Cardiff Strikers

SOUTH WEST

Gloucestershire
South Devon
West Cornwall

SOUTHERN

Isle of Wight
S. E. Hants
Southampton Gym Club
Bournemouth

GREATER LONDON

Barking & Dagenham
Enfield
Harrow
North London

SOUTH EAST

East Sussex
Orpington Sharks

SPECIAL OLYMPICS GREAT BRITAIN

Notes to the accounts -30th September 2003

16 REGIONS AND THEIR GROUPS (continued)

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

SOUTH WEST

East Cornwall
Care Blackerton
Bradley Stokes

NORTHERN

County Durham

WEST MIDLANDS

Dudley
Sandwell
Shropshire Sharks
Redditch

SOUTH EAST

Court Meadow RDA
SE Kent
Falcon Spartac
Eastbourne
Bromley Ski

GREATER LONDON

Greenvale
Wandsworth
Ealing Mencap

SOUTHERN

Fulmer
Guernsey
Guernsey Specials
Jersey
Reading Cygnets
Link Leisure
High Wycombe
Norwood Ravenswood
Rushmore Mallards
SNUGS (Gym club)
Southampton SDS
West Berkshire
Windsor (Gateway)

YORKS/HUMBERSIDE

Bradford
Henshaws
Doncaster SEC
North Lincs.
Pudsey Gateway Club

WALES

Abertillery Comp. School
Amanford junior Gateway
Penarth gym
Vale of Glamorgan
Cardiff Chameleons
Cardiff Cheetahs
WISP
The Berkeley Centre

EASTERN

Amwell View
North Herts College

c. Scotland

The groups in Scotland, which are: Borders, Highland Centre, Fife, Grampian, Scotland West Tayside, Lothian and Forth Valley, are currently recognised as Scottish charities and report separately although their status is under review for future reporting.