

Charity number: 1176894
Company number: 10257450

(England and Wales)

South Shields FC Foundation Limited

Report of the Trustees and Unaudited Financial Statements

For the year ended 30 June 2023

South Shields FC Foundation Limited
Contents Page
For the year ended 30 June 2023

Report of the Trustees	1 to 3
Independent Examiner's Report to the Trustees	4
Statement of Financial Activities	5
Statement of Financial Position	6
Notes to the Financial Statements	7 to 14

South Shields FC Foundation Limited
Report of the Trustees
For the year ended 30 June 2023

The Trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements for the charitable company for the year ended 30 June 2023. The Trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) (effective 1 January 2015).

Chair's report

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' report and the accounts in accordance with Charities Act 2011 and United Kingdom Generally Accepted Accounting Practice.

The Charities Act 2011 requires the Trustees to prepare accounts for each financial year which give a true and fair view of its financial activities during the year and of its financial position at the end of the year. In presenting those accounts, they are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP FRS 102;
- make judgements and estimates that are reasonable and prudent;
- follow applicable UK accounting standards and the Charities SORP FRS 102, disclosing and explaining any departures in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to do so.

The Trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and to enable them to ensure that the accounts comply with the Charities Act 2011 and with the requirements of the Statement of Recommended Practice Accounting and Reporting by Charities: statement of recommended practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102)

(effective 1 January 2015) - Charities SORP FRS102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102). They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities besides the

above responsibilities.

OBJECTIVES AND ACTIVITIES

This report was approved by the trustees on 28th March 2024

South Shields FC Foundation is South Shields FC's Club Community Organisation (CCO) as recognised by the National League North, which is part of the FA football pyramid. It is also a registered charity. Its aim is to support the mental health and wellbeing of people living in South Tyneside and surrounding area. Many parts South Tyneside and the wider North East of England sit in the worst 5% of communities as measured by National Index of Multiple Deprivation. Its activities are organised around the five contributing factors to mental health and wellbeing as recognised by the NHS. They are: 1. Participating in healthy activities - we offer activities for people of all ages to participate in football, walking football, dance, boxing and fitness. A significant part of this is a Personal, Health, Social and Economic (PSHE) programme in schools connected to the National Curriculum; 2. Giving Something Back - we offer around 70 volunteering opportunities for people some of which are connected to employment pathways with the Foundation and Football Club in coaching and stewarding. We also organise and host events that raise money for local charities; 3. Learning a new Skill - we offer skills development and activities that encourage people to continue to learn, particularly those activities that support pathways to employment furthest away from employment. 4. Taking Notice - we deliver a number of campaigns, some connected to Football League and Premier League campaigns, to raise awareness and understanding of important societal issues 5. Making Friends - we deliver a number of activities that help people stay connected, tackling social isolation

Objectives and aims

The trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

South Shields FC Foundation Limited
Report of the Trustees Continued
For the year ended 30 June 2023

ACHIEVEMENTS AND PERFORMANCE

These financial statements should be read alongside our Social Accounts for the financial year ended 30 June 2023. Those contain details of activities and social impact within the community. Highlights include: 1. A PSHE Programme in 12 local schools that engages over 1800 young people each week in activities connected to the National Curriculum including healthy activities, multi sports, literacy, numeracy and personal and social development. 2. A Music Festival that raised £6500 in ticket sales which was donated to local charity Cancer Connections 3. An innovative employment project for 50 young people from Epinay School, a local school for children with Special Educational Needs. This project saw Year 11 students taking responsibility for delivering retail, hospitality and horticulture activities at football sites in a project designed to raise their skills and confidence and support pathways to employment beyond Year 11. 4. Our two main footballing programmes, a grass roots football club and a performance football academy engaged more than 600 young people aged 6-17 in weekly activities supported by a group of 70 volunteers and Foundation coaching staff. 5. Three campaigns including a presence at first team match days promoting awareness about Mental Health and Show Racism the Red Card, 6. Community participation programmes that had more than 7500 visits to participate in healthy activities in the year including a programme to ensure those children who normally receive school meals can participate in healthy holiday activities that offer a healthy meal. We use a Wellbeing Evaluation Methodology to assess the overall impact of our work. In 2022/23 we achieved over £4million in social impact bringing our total impact since formation in 2017 to £18.5million. That represents a social return on investment of £13 for every £1 we spend.

FINANCIAL REVIEW

The Foundation returned a modest profit in 2022/23 and we are optimistic that the trading performance will continue to improve in 2023/24. Factors that have impacted on the level of profitability in 2022/23 are: 1. Depreciation on kit and equipment (£20,971) which was depreciated last year over a two-year period. The amount of kit purchased in 2023/24 and beyond will be significantly reduced as kit is now purchased independently by teams and the depreciation will be considerably less in next year's accounts. 2. The Licence Fee payment in 2022/23 for the use of Harton Welfare increased significantly from circa £39k to circa £74k this is attributable to the rising energy costs during the year. 3. Additional incomes are predicted in 2023/24 from the current sales pipeline.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

South Shields FC Foundation is a charitable company with dual reporting to Companies House and the Charity Commission. Trustees and Directors are shared between the charity and the guarantee company.

REFERENCE AND ADMINISTRATIVE INFORMATION

Name of Charity	South Shields FC Foundation Limited
Charity registration number	1176894
Company registration number	10257450
Principal address	Mariners Park Shaftesbury Avenue South Shields Tyne and Wear NE323UP

South Shields FC Foundation Limited
Report of the Trustees Continued
For the year ended 30 June 2023

Trustees

The trustees and officers serving during the year and since the year end were as follows:

Gary Crutwell
Stephen David Taylor
Martin Ronald Urwin
Keith Finnigan
Geoff Thompson
Ernest Gibson (appointed on 01/07/2022)
(Appointed: 01 July 2022)

Independent examiner

Beach Accountants Limited
Chartered Certified Accountants
10 Blue Sky Way
Monkton Business Park South
South Tyneside
NE31 2EQ

Approved by the Board of Trustees and signed on its behalf by

28 March 2024

Gary Crutwell

South Shields FC Foundation Limited
Independent Examiners Report to the Trustees
For the year ended 30 June 2023

I report to the trustees on my examination of the accounts of the charitable company for the year ended 30 June 2023.

Responsibilities and basis of report

As the charity Trustees, who are also directors for the purposes of company law, are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act'). Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charities Commission under section 145(5)(b) of the 2011 Act.

Independent examiners statement

Since the Charitable company's gross income exceeded £250,000, your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination by virtue of my membership of , which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Beach Accountants Limited
Chartered Certified Accountants
10 Blue Sky Way
Monkton Business Park South
South Tyneside
NE31 2EQ

28 February 2024

South Shields FC Foundation Limited
Statement of Financial Activities (including Income and Expenditure Account)
For the year ended 30 June 2023

	Notes	Unrestricted funds £	2022 £
Income and endowments from:			
Donations and legacies	2	292,703	181,895
Charitable activities	3	34,274	42,915
Other trading activities	4	60,105	17,675
Other income		-	10,000
Total		387,082	252,485
Expenditure on:			
Raising funds	5/6	(94,575)	(70,231)
Charitable activities	7	(289,892)	(181,878)
Total		(384,467)	(252,109)
Net income		2,615	375
Reconciliation of funds			
Total funds brought forward		(66,137)	(66,512)
Total funds carried forward		(63,522)	(66,137)

South Shields FC Foundation Limited
Statement of Financial Position
As at 30 June 2023

	Notes	2023 £	2022 £
Fixed assets			
Tangible assets	13	7,199	28,171
		7,199	28,171
Current assets			
Debtors	14	44,288	36,721
Cash at bank and in hand		1,014	4,497
		45,302	41,222
Creditors: amounts falling due within one year	15	(91,781)	(106,362)
Net current assets		(46,479)	(65,140)
Total assets less current liabilities		(39,280)	(36,970)
Creditors: amounts falling due after more than one year		(24,242)	(29,167)
Net assets		(63,522)	(66,137)
The funds of the charity			
Unrestricted income funds	16	(63,522)	(66,137)
Total funds		(63,522)	(66,137)

For the year ended 30 June 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to companies.

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476,

The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts. These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved and authorised for issue by the Board and signed on its behalf by:

Gary Crutwell

28 March 2024

South Shields FC Foundation Limited
Notes to the Financial Statements
For the year ended 30 June 2023

1. Accounting Policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, except for investments which are included at market value and the revaluation of certain fixed assets and in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), and the Companies Act 2006. South Shields FC Foundation Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Going concern

The Trustees have assessed the financial viability of the Charity and have concluded that there is no reason why the Charity will not continue operating for at least 12 months following the year ending 30th June 2023 and 12 months following the approval of the financial statements. For this reason the financial accounts have been prepared on a going concern basis. It should be noted the the charity has the backing of 'South Shields Football Club 1888 Limited' which is in partnership with the charity.

Funds

Unrestricted funds are incoming resources receivable or generated for the furtherance of the objectives of the Charity without aspecified purpose and are available as general funds. Resources expended which meet these criteria are charged to the funds, together with a fair allocation of staff and support costs. Restricted funds are used for the specific purposes laid down by the donor or sponsor. Resources expended which meet these criteria are charged to the funds.

Taxation

The Charity is exempt from taxation on its charitable activities, as it is a registered charity.

Tangible fixed assets

Tangible fixed assets, other than freehold land, are stated at cost or valuation less depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Debtors

Debtors are recognised at the settlement amount due after allowing for any discounts and as per the terms agreed. Prepayments are valued at the amounts prepaid for services and accrued income are valued at the amounts due per terms agreed and there is certainty of receipt.

Pensions

The Charity operates a defined contribution pension scheme. Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the scheme.

Income

Income is recognised in the period when the charity has entitlement to the funds, any performance conditions attached to the income have been met, it is probable that the income will be received and that the amount can be measured reliably and is not deferred.

Income received in advance of the provision of a specified service is deferred until the criteria for income recognition are met.

Income comprises of funds received from parent donations, grants, sponsors, school income, activities days, donations, events and finders fees for academy student.

The value of services provided by volunteers has not been included.

Expenditure

Expenditure incurred is recognised in the period once there is a legal constructive obligation to make a payment to a third party. It is probable that settlement will be required and the amount of the obligation can be measured reliably.

South Shields FC Foundation Limited
Notes to the Financial Statements Continued
For the year ended 30 June 2023

Other accounting policies

Cash at bank and in hand:

Cash at bank and cash in hand includes bank balance kept in current and deposit accounts.

Creditors and provisions:

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Creditors and provision are normally recognised at their settlement amount after allowing for any discounts.

Critical accounting estimates and judgements:

There are no significant areas of judgement or key sources of estimation uncertainty arising from the preparation of accounts.

2. Income from donations and legacies

	2023	2022
	£	£
Unrestricted funds		
Donations received	168,321	149,911
Grants received	94,626	27,171
Sponsorships received	4,146	4,801
Gifts in kind	25,610	
	292,703	181,893

3. Income from charitable activities

	2023	2022
	£	£
Unrestricted funds		
Football camps and Activities		
Income from charitable activities	34,274	42,911

4. Income earned from other activities

	2023	2022
	£	£
Unrestricted funds		
Fund raising events	27,105	16,911
Shop income	-	761
Finders fees for academy students	33,000	
	60,105	17,672

South Shields FC Foundation Limited
Notes to the Financial Statements Continued
For the year ended 30 June 2023

5. Expenditure on generating donations and legacies

	2023	2022
	£	£
Unrestricted funds		
Donations	11,547	29,131
Subscriptions	2,227	87
	13,774	30,008

6. Expenditure on other trading activities

	2023	2022
	£	£
Unrestricted funds		
Fund raising events	80,801	40,231
	80,801	40,231

7. Costs of charitable activities by fund type

	2023	2022
	£	£
Unrestricted funds		
Grant Income	-	6,791
Fundraising	277,963	158,261
Support costs	11,929	16,821
	289,892	181,873

South Shields FC Foundation Limited
Notes to the Financial Statements Continued
For the year ended 30 June 2023

8. Analysis of support costs

	2023	2022
	£	£
Governance costs		
Accountancy fees	3,668	6,351
Premises costs	1,164	1,164
Motor and travel expenses	1,913	1,871
Other finance costs	854	4,901
Bank loan interest	2,981	3,021
Interest on overdue tax	920	
Printing	429	251
Advertising	-	391
	11,929	16,821

9. Net income/(expenditure) for the year

This is stated after charging/(crediting):

	2023	2022
	£	£
Depreciation of owned fixed assets	20,971	25,321
Accountancy fees	3,668	6,351
Staff pension contributions	-	59

South Shields FC Foundation Limited
Notes to the Financial Statements Continued
For the year ended 30 June 2023

10. Staff costs and emoluments

Total staff costs for the year ended 30 June 2023 were:

	2023	2022
	£	£
Salaries and wages	11,171	28,301
Pension costs	-	59
	11,171	28,891

Other staff costs for 2023 which are treated as coaching costs are as follows:

Salaries: £87,209

Employer NI: £5,926

Employer pension: £1,580

	2023	2022
Total staff	9	12
	9	12

11. Trustee remuneration and related party transactions

There are no disclosable related party transactions in the 2023 financial year.

12. Comparative for the Statement of Financial Activities

The comparative year values on the Statement of Financial Activities are for unrestricted funds.

South Shields FC Foundation Limited
Notes to the Financial Statements Continued
For the year ended 30 June 2023

13. Tangible fixed assets

Cost or valuation	Sports equipment and Kit £	Computer Equipment £	Total £
At 01 July 2022	116,284	2,830	119,114
At 30 June 2023	116,284	2,830	119,114
Depreciation			
At 01 July 2022	89,192	1,752	90,944
Charge for year	20,405	566	20,971
At 30 June 2023	109,597	2,318	111,915
Net book values			
At 30 June 2023	6,687	512	7,199
At 30 June 2022	27,092	1,078	28,170

Depreciation on 'sports equipment and kit'

It should be noted that that these costs relate to historic capitalisation of kit where the costs were depreciated over two seasons of use. It is now the charities policy to write off the entire cost of kits inline with the their allocation to team pots. For this reason the deprecation charge for depreciation on Kit and equipment in the 23/24 financial year is expected to be substantially lower.

14. Debtors

	2023 £	2022 £
Amounts due within one year:		
Trade debtors	21,215	11,371
Prepayments and accrued income	240	
Other debtors	22,833	25,351
	44,288	36,722

South Shields FC Foundation Limited
Notes to the Financial Statements Continued
For the year ended 30 June 2023

15. Creditors: amounts falling due within one year

	2023	2022
	£	£
Loans and overdrafts	10,000	10,000
Trade creditors	14,096	3,151
Other creditors	57,470	82,881
Accruals and deferred income	10,215	10,321
	91,781	106,363

16. Movement in funds

Unrestricted Funds

	Balance at 01/07/2022 £	Incoming resources £	Outgoing resources £	Balance at 30/06/2023 £
General				
General	(66,137)	387,082	(384,467)	(63,522)
	(66,137)	387,082	(384,467)	(63,522)

Unrestricted Funds - Previous year

	Balance at 01/07/2021 £	Incoming resources £	Outgoing resources £	Balance at 30/06/2022 £
General				
General	(66,512)	252,484	(252,109)	(66,137)
	(66,512)	252,484	(252,109)	(66,137)

Purpose of unrestricted Funds

General

To fund the general objectives of the charity.

South Shields FC Foundation Limited
Notes to the Financial Statements Continued
For the year ended 30 June 2023

Purpose of restricted funds

Sponsorship

To fund specific areas of the charities general objectives.

17. Analysis of net assets between funds

	Tangible fixed assets / assets	Net current assets / (liabilities)	Creditors & one year	Net Asset: £
Unrestricted funds				
General				
General	7,199	(46,479)	(24,242)	(63,522)
	7,199	(46,479)	(24,242)	(63,522)

Previous year

	Tangible fixed assets / assets	Net current assets / (liabilities)	Creditors & one year	Net Asset: £
Unrestricted funds				
General				
General	28,170	(65,140)	(29,167)	(66,137)
	28,170	(65,140)	(29,167)	(66,137)

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.