

Charity Registration No. 1099366

Company Registration No. 04851552 (England and Wales)

EVERTON IN THE COMMUNITY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MAY 2018



EVERTON IN THE COMMUNITY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Professor D Barrett-Baxendale Mr A S McTavish Sir J F Jones Mr C G Mills	(Appointed 29 June 2017) (Appointed 26 February 2018)
Charity number	1099366	
Company number	04851552	
Registered office	Goodison Park Goodison Road Liverpool Merseyside L4 4EL	
Auditor	McLintocks Partnership Limited 2 Hilliards Court Chester Business Park Chester Cheshire CH4 9PX	
Bankers	Barclays Bank plc 335-339 Stanley Road Bootle Liverpool L20 3EB	

EVERTON IN THE COMMUNITY

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EVERTON IN THE COMMUNITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) FOR THE YEAR ENDED 31 MAY 2018

The trustees present their report and financial statements for the year ended 31 May 2018.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The charity was incorporated as a company limited by guarantee on 31 July 2003 and registered as a charity on 10 September 2003. It commenced activities on 1 June 2004.

It is governed by its memorandum and articles of association and its objects are to:-

- Further and assist in the education (on a physical and social basis) of children in Merseyside and surrounding areas through the use of the game of football (including its history and rules) and other sporting activities as educational tools in furtherance of that object to provide in Merseyside and surrounding areas, facilities for training, meetings, lectures and classes.
- Provide facilities for recreational and other leisure time occupation of the people of Merseyside irrespective of ethnic origin, gender or religious belief in the interests of social welfare and with the object of improving the conditions of life of the said persons.

The user groups are local schools, colleges and disability organisations.

The day to day business of the charity is conducted under the control of the Chief Executive Officer, who reports to the Board of Trustees at their regular meetings.

Public benefit

The trustees are aware of the Charity Commission's guidance in relation to public benefit. It is the opinion of the trustees, that this report demonstrates how the charity provides public benefit.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Strategic report

The description under the headings "Achievements and performance" and "Financial review" meet the company law requirements for the trustees to present a strategic report.

EVERTON IN THE COMMUNITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

Overview

The year June 2017 to May 2018 has been another very successful year for Everton in the Community; it has been another 12 months of growth and development and another year of the charity continuing to work hand-in-hand with our fans, neighbours, partners and local community groups to support more people than ever before. It has been another year that we have worked together to tackle some of the region's social issues head-on.

The year also saw us open the doors to The People's Hub – the heart of Everton in the Community – and it was a great honour to welcome HRH Prince Andrew to officially open the building and find out more about the ongoing work that we are doing to support the L4 community. The year has also seen us complete the renovation work on The Blue Base and the building is now fully functional and fully operational for elderly members of our community to access for our social isolation and dementia programmes as well as doubling up as a matchday lounge for disabled season ticket holders.

We reflect with pride on the continued success of the work undertaken day-in-day-out by our staff in delivering our 40+ social programmes and thank them for their continued dedication and commitment in helping change, and save, lives. The charity would also like to place its thanks on record to Phil Duffy, who left his post as Executive Director – we thank him for his tireless efforts and hard-work in driving the charity forwards and further cementing our status and stature in Merseyside and in the sector.

Everton in the Community continued to receive several notable awards for its work which serves as external recognition for the high quality and impactful work that is delivered to our communities. However, as always, we refuse to rest on our laurels and now face the challenge to make the charity better than before. Collectively we remain as – if not more – committed, enthusiastic and passionate to move Everton in the Community forwards and we look forward to an even brighter future.

Below are selected highlights from some of the programmes from June 2017 to May 2018:

EVERTON IN THE COMMUNITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

Disability

The charity's Disability Development programme provides disabled people of all ages across Merseyside with bespoke sport and physical activity opportunities along with the chance to get involved with volunteering, work placements and gain accreditations. This provision helps to address the barriers that disabled individuals experience, resulting in poor health outcomes and reduced opportunities in society.

This programme ensures that our participants feel empowered, which also facilitates integration into mainstream society. The charity's provision, including support from the Everton Football Club brand, helps to tackle the negative stigma in society whilst challenging the huge inequalities that exist.

The last 12 months has seen the programme engage with over 250 disabled children and young people through school sports sessions and an additional 100 disabled players have represented the charity through the nine disability football teams. The programme is all-inclusive and there are teams available to those with various disabilities covering learning, sensory and physical disabilities.

The year marked the 10th anniversary of our partnership with Alder Hey Children's Hospital, which sees Everton in the Community delivering play therapy sessions on the wards of the hospital five days a week, engaging with over 1,000 sick children and their siblings each year.

The last year has seen the step-change to commission our services to schools take place, resulting in several schools paying to access our services in their schools. This is supporting with the sustainability of the programme alongside ensuring high-quality provision can be experienced by more disabled children and young people.

The impact of the programme was recognised at the 2017 Northwest Football Awards for its ongoing contribution supporting Everton Football Club in promoting positive equality and diversity.

Employment and Education

The Premier League Enterprise programme uses the Club's own business model to deliver high-quality enterprise education in secondary schools across Merseyside. The programme has had a positive impact on impact on young people, particularly in increasing confidence, aspirations, attendance and motivation at school.

Last year our Premier League Enterprise programme was delivered to 280 students from across 10 schools with 21% reporting improved attendance and punctuality at school and 40% reporting improvements in attitude and motivation.

Five schools participated in the Premier League Enterprise Challenge and we experienced success with Broadgreen International School who competed nationally against 140 schools and 900 students to become joint winners of the competition.

This year has seen us pilot several new interventions and pathways with secondary schools to address the issues of underachievement, low aspiration and poor attendance at school.

Premier League Works is our employability programme that supports NEET (Not In Employment Education or Training) young people aged 16-24 into Jobs or Further Training. Last year the programme worked with 40 young people by developing their employability and personal and social skills and progressed 50% into a positive progression.

EVERTON IN THE COMMUNITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

Everton Apprenticeships

Our Everton Apprenticeship programme offers opportunities for people of all ages, across both the Everton family and our external employer partners, to work towards fully accredited qualifications.

Formally an Apprenticeship sub-contractor in partnership with both City of Liverpool College and Riverside College in Widnes, the charity supported 91 Apprenticeships on Level 2 and Level qualifications in Business Administration, Customer Service, Team Leading, Management and Sport. During this period, the programme attained achievement rates in excess of 90%, set against a national average of 68%, with 82% of learners achieving a positive employment outcome.

From May 2017, Everton in the Community became the first Premier League Charitable Trust to achieve Government approved Apprenticeship Training Provider status and the first to deliver Higher Apprenticeships. Since September 2017, 62 new Apprenticeship learners have been enrolled on programmes across newly developed qualifications and the programme has also been afforded preferred provider status by five large organisations across Merseyside: Aintree NHS Trust, Royal Liverpool Hospital Trust, Liverpool Heart & Chest Hospital, Rathbones Investments and Everton Football Club.

Our fully qualified tutors work closely with our Apprentices and their employers, tailoring the contents of our qualifications to meet the needs of both the individual and the business.

The past 12 months has seen an increased emphasis on the delivery of high-quality education and outstanding pastoral support for all our Apprentices.

As well as continuing to create tangible opportunities and career progression for talented young people, our Apprenticeship programme also focuses on adding value to the Everton business in addition to servicing the needs of our external employer and community partners.

In May 2017 EitC Apprenticeships was rated the No 1 Apprenticeship Provider in Greater Merseyside and joint top Nationwide in terms of overall learner experience following publication of the Government's Learner Satisfaction Survey *ESFA Learner Satisfaction Survey (Top North West Providers).

Health and Wellbeing

The last 12 months has seen the charity's Health and Wellbeing arm continue to lead the way with adapting to the changing landscape across Merseyside. Innovative and award-winning projects are delivered across the entire life-course to help address the various public health challenges that exist across Merseyside.

Long-standing projects covering the areas of long-term conditions, mental health conditions and age-related conditions have continued to be delivered and become sustainable in this financially uncertain environment. This has been ensured, in part, thanks to continuous Premier League funding and efficiency savings including merging projects. Weekly delivery combined with health screening events has seen over 10,000 people reached during the last 12 months with many improvements in health being made.

Unfortunately, it was announced by Mersey Care NHS Foundation Trust at the start of 2018 that they would be unable to continue their funding beyond March 2018. This marked the end of 10 years of continuous funding for the charity, which funded six mental health focused projects exclusively for Mersey Care service users. Internal funding was secured to continue the projects until March 2019 and additional funding continues to be sought for beyond this date. The discontinuation of Mersey Care funding was unexpected and came despite the known benefits of the suite of projects that were evidenced to reduce social isolation, reduce the reliance upon mental health services, improve lifestyle behaviour and support participants into employment. These benefits were summarised via a SROI value of £3.22 being generated for every £1 invested.

EVERTON IN THE COMMUNITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

Moving forwards, new projects have been designed to support specific population groups who are experiencing poor health outcomes. One project is 'Culture Shift' which will support people working nightshifts who experience isolation and poor lifestyle behaviour. Another project, 'Wise Tongue Barber Shop', will be a fully-functional barber shop offering support with mental wellbeing and other aspects of health such as blood pressure testing capitalising on the trust developed between a barber and a client.

To showcase our provision and share good practice nationally and internationally, we have developed an annual conference, in partnership with Edge Hill University, with the first conference taking place in June 2018 at The Blue Base.

Neighbourhood

Over the course of the past season, we have successfully boosted employment within the Blue Mile by assisting 35 neighbours in gaining part time employment in the latest area development.

The Neighbourhood team run projects four days a week that focus on social isolation, skills development, exercise and wellbeing.

Since the People's Hub was officially opened in April 2017, over 12,000 people have come through the doors to accessing the facilities, participate in activities and attend events.

Key achievements in the Blue Mile during the 2017-18 season are:

- 23% decrease in Anti-Social Behaviour stats since The People's Hub opened.
- 850 neighbours screened at a Healthy Lungs event with three people for lung disease.
- 100 neighbours accessed Christmas dinner.
- Regeneration of Kirkdale Train Station with Everton Free School and Merseyrail.
- 1,000 neighbours accessed employability skills workshops from The People's Hub.
- Teas for Fans supported by neighbour volunteers.

Soccer Schools

The charity's Soccer Schools programme has continued to grow and develop over the previous 12 months with its full-time Coordinator (Sean Robertson) working alongside Mike Salla to focus on high-quality delivery, profit and loss, staff recruitment and marketing.

There are 10 Soccer School venues across Merseyside and the northwest and an additional across the world. Across these 18 venues, over 30 Soccer Schools were delivered in the last 12 months. New venues introduced in the last year have now become embedded into the annual calendar ensuring delivery continues in countries such as Hong Kong and China.

With the capital developments taking place at USM Finch Farm, there is increased scope for Soccer Schools to be delivered there with international groups visiting from the likes of Australia and USA. This will provide more opportunities for children and young people to enjoy an EitC coaching experience whilst raising awareness of the Everton brand, generating additional income and providing key opportunities for player identification.

EVERTON IN THE COMMUNITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

Sports Development

Premier League Primary Stars continues to be the flagship programme within the Sports Development strand of the charity and sees us work alongside over 100 football clubs nationally to engage and inspire school children to enjoy physical education and be more active outside of school.

The programme also engages children through mentoring workshops that seek to develop key skills that will be key to the children's lives as they leave primary school. Sessions on confidence, resilience, communication and teamwork give children the opportunity and environment to challenge themselves to achieve their potential. The programme engaged with a total of 45 primary schools last year and delivered over 40 mass participation events alongside over 1,000 curriculum time sessions.

Premier League Primary Stars also engages with school teachers to drive high-quality PE throughout the school to ensure best practise when the clubs are not present. This is achieved through bespoke development sessions within curriculum time and with support on Inset days.

Future developments will see Primary Stars and Sky Ocean Rescue work together to provide activities and awareness to children to become more aware of the use of plastic and the negative effects it has on the environment. We are excited to work with our children on such an initiative.

Last season was full of highlights for the programme. Our U11 Girls representatives won the Primary Stars Football Tournament at the King Power Stadium; the girls from Malvern Primary School beat off competition from the other 19 Premier League Clubs to bring the trophy back to Merseyside.

We also delivered our first ever primary schools fundraising event in aid of Everton in the Community. The 'Sponsored Penaltython' saw nine schools take penalty kicks throughout the entire school day. A total of 22,586 penalties were taken and we raised a total of £1,780 from the 3,244 children who took part over the day.

Youth Engagement

Our Youth Engagement programmes harnesses the energy, enthusiasm and commitment of a wide range of young people, empowering them to effect positive social change. Young people choose the social issues that are important to them, inspire peers to get involved and work together to deliver positive change in their communities.

The charity's award-winning youth justice programme reaches into some of the most challenging and hard-to-reach groups across Merseyside. We operate across the entire spectrum, helping and supporting young people in the youth justice system as well as focusing on crime prevention in areas of high anti-social behaviour and crime.

This year we have established '41 Goodison' which houses all our support programmes that provide targeted support to young people aged 8-19 years. This team also provides wrap around support to our education and community interventions team.

Our '41 Goodison' project won the prestigious Howard League for Penal Reform Award in November 2017 in recognition of our work reducing crime within our communities.

The impact of our youth model within the Walton area has further strengthened our relationship with Merseyside Police resulting in our Youth Zone attracting funds from their initiative 'Cash for Crime' which uses monies from proceeds of crime.

As the impact of this work has been recognised on a national level, we are working to will pilot a new prevent model next year in partnership with the Home Office and Merseyside Police Serious Organised Crime Unit around the criminal exploitation of children through County Lines.

EVERTON IN THE COMMUNITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

Our partnership with the Police Crime Commissioner has continued to flourish this year with our flagship Kicks Programme. By engaging over 2100 youngsters each year in constructive activities -including a wide variety of sports, coaching, music and educational and personal development sessions - Merseyside Police have reported up to 82% reductions in anti-social behaviour in the areas in which it is delivered.

The last 12 months has seen our NCS programme engage with 506 young people and, during its summer deliver, our participants supported a range of local charities by raising £14,500. Due to the success of this social action work, we have attracted £5,000 further funding to deliver further interventions for the rest of the year.

We have also recently launched the Duke of Edinburgh programme with our first cohort of young people coming from our Imagine your goals programme. These participants have all achieved a bronze award.

Volunteering

The charity's volunteer programme continued to grow steadily throughout 2017. Everton in the Community is extremely proud and humbled by the way our dedicated volunteers continue to provide vital support to the programmes that we deliver in our local community.

Our programme offers exciting opportunities for people aged 16+ to be trained as volunteers on many of our community programmes and is designed so that they will add value to, and support, the work delivered by our staff members.

Volunteering is a very personal experience with each of our volunteers having their own reasons for committing their support to EitC but what typifies them all is the passion they display in helping us to make a difference. So regardless of whether you want to improve your employability prospects, be active in your local community, want to connect with new people or simply give something back to those who need it most – our programme is welcoming and all inclusive.

Volunteers are placed at the heart of everything we do at Everton in the Community and it remains a continuing priority for us. Many of the charity's staff started as volunteers and it is gratifying to know that we have helped to support them in moving on in life.

We have over 25 different volunteering opportunities available that span across many of our programmes, working with people who need it most in our local community and beyond. Our volunteers also regularly give up their time to support with fundraising events as well as supporting on the delivery of key school and community programmes across the charity's key areas of focus.

The last 12 months has seen us appoint a new Volunteer Manager whilst, during this period, 226 volunteers completed 7,338 volunteering hours. This - multiplied by the National Living Wage (for people ages 25+) - equates to £57,456.54 contributed to Everton in the Community.

EVERTON IN THE COMMUNITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

Fundraising

Throughout the 2017-2018 season we were committed to raising funds to continue to contribute to the long-term sustainability of the charity.

Our fundraising programme plays a vital role for the organisation; It generates both restricted and unrestricted funding which enables Everton in the Community to continue its vital work in improving people's lives. By providing inspiring and rewarding opportunities for people to engage and support our fundraising campaigns, we can build trust, improve our reputation and help to win 'hearts and minds'.

Our 2017-18 aims and objectives were:

- To raise vital funds to enable us to improve people's lives, particularly vulnerable people.
- To provide a range of fundraising options to inspire people to pledge their support for the charity either through cash donations or 'in kind' support.
- To provide inspiring and rewarding opportunities for people to engage and support our fundraising campaigns, which help to build trust, improve our reputation and help to win 'hearts and minds'.

Our key successes achieved during 2018-18 were:

23 members of affiliated Everton supporters' clubs cycled from Sligo to Goodison Park to raise vital funds for our 'Home Is Where the Heart Is' fundraising campaign. The team showed real determination and spirit throughout this epic challenge, cycling over two days, two countries and more than 230 miles, the camaraderie proved integral, and is evidence from all the footage which was taken, with an astounding £60,000 raised.

In August we successfully announced the completion of the 'Home Is Where the Heart Is' fundraising campaign, the aim of raising £230,000 to purchase, and operate, a supported living initiative close to Goodison Park which will offer 16-23-year-olds who have fallen on hard times, or have perhaps fallen out of the care system, a place to stay in Liverpool. Over a seven-month period, David Unsworth and the entire Under -23 team and backroom staff took part in various initiatives to raise awareness of the campaign, engaging with hundreds of supporters to reach the ambitious fundraising target set, and on 1 August 2017 we announced our success is reaching, and surpassing the fundraising total with a final figure of £244,000.

On Sunday 3 September 2017 we hosted a celebrity charity match in memory of young Sunderland supporter Bradley Lowery who died from a rare type of cancer aged six. Two teams, led by Everton legend Peter Reid and model Katie Price, went head-to-head at Goodison Park with players including ex-Everton stars Peter Beardsley and Alan Stubbs and singer-songwriter Olly Murs. A staggering £71,000 was raised which was split equally between Everton in the Community and the Bradley Lowery Foundation.

On Friday 25 November the then interim first team manager David Unsworth and the Club's Under-23s joined more than 200 brave fans at the annual Goodison Sleepout, raising a staggering £49,000. The challenging fundraiser is aimed at raising awareness of homelessness, with money raised assisting the Club's official charity in supporting people on the streets in the city of Liverpool.

1 February 2018 saw the charity celebrate its 30th anniversary. Since its formation in 1988, the charity has come an extremely long way and to mark this wonderful occasion we hosted a star-studded Gala Dinner at the prestigious St George's Hall. The evening was attended by the entire first-team squad and gave us chance to we reflect on some of our key achievements over the past 30 years. A range of fundraising activities took place on the night including silent and live auctions as well as a raffle with exclusive money can't buy prizes to be won, raising almost £40,000.

132 supporters joined Everton legend Duncan Ferguson to soar across the hallowed turf of Goodison Park in the Goodison Zip Slide in March. Everton in the Community teamed up with two local charities, the St. Joseph Hospice and Ronald McDonald House based at Alder Hey and gave supporters the opportunity to raise funds for their chosen cause with EitC raising an overwhelming £18,469.

The charity's Fundraising Manager Carena Duffy raised £5,500 for EitC in April after successfully completing the world-famous Virgin London Marathon.

EVERTON IN THE COMMUNITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

Financial review

Overall income exceeded expenditure by £676,677 (2017 £1,319,715), including capital grants received of £484,647 (2017 £616,053). Unexpended grants and restricted donations and legacies amounted to £1,822,845 (2017 £1,507,150) and general reserves amounted to £1,861,442 (2017 £1,500,460) The cash and bank balances stood at £1,849,010 (2017 £1,217,942).

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is a company limited by guarantee, incorporated on 31 July 2003 and is therefore governed by a Memorandum and Articles of Association which have been subject to revision and were formally adopted in May 2018.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Professor D Barrett-Baxendale

Mr R B Kenyon (Resigned 14 November 2018)

Mr A S McTavish

Mrs M Kirk (Resigned 6 July 2018)

Sir J F Jones (Appointed 29 June 2017)

Mr C G Mills (Appointed 26 February 2018)

Trustees are drawn from Everton Football Club and from the wider community. Most trustees are already familiar with the practical work of the Charity when appointed, but new trustees are invited and encouraged to attend short training sessions to familiarise themselves with the charity and the context within which it operates. The Chief Executive Office ensures that the Board of Trustees is kept up to date with any changes in legislation, rules and regulations which may affect the charity.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

The day to day management of the charity is delegated to the Senior Management Team which comprise:

Phil Duffy - Executive Director

Sue Gregory - Director of Youth Engagement, Employability and Sports Development

Mike Salla - Director of Health and Sport

Linda McMullen - Chief Finance and Reporting Officer

The Board of Trustees meet on a regular basis and are provided with monthly status reports to enable them to monitor the performance of the charity.

The trustees consider the board of trustees and the chief executive as comprising the key management personnel of the charity in charge of directing and controlling the charity and operating the charity on a day to day basis. All trustees give of their time freely and no trustee remuneration or expenses were paid in the year.

EVERTON IN THE COMMUNITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

Statement of trustees' responsibilities

The trustees, who are also the directors of Everton In The Community for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Auditor

In accordance with the company's articles, a resolution proposing that McLintocks Partnership Limited be reappointed as auditor of the company will be put at a General Meeting.

The trustees' report, including the strategic report, was approved by the Board of Trustees.

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Professor D Barrett-Baxendale
Trustee
Dated:

EVERTON IN THE COMMUNITY

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF EVERTON IN THE COMMUNITY

Opinion

We have audited the financial statements of Everton In The Community (the 'charity') for the year ended 31 May 2018 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 May 2018 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the accounts in the UK, including the FRC's Ethical Standard, and the provisions available for small entities, in the circumstances set out in note [X] to the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

EVERTON IN THE COMMUNITY

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF EVERTON IN THE COMMUNITY

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

EVERTON IN THE COMMUNITY

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF EVERTON IN THE COMMUNITY

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Michael Caputo FCA (Senior Statutory Auditor)
for and on behalf of McLintocks Partnership Limited**

.....

**Chartered Accountants
Statutory Auditor**

2 Hilliards Court
Chester Business Park
Chester
Cheshire
CH4 9PX

McLintocks Partnership Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under of section 1212 of the Companies Act 2006

EVERTON IN THE COMMUNITY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MAY 2018

	Notes	Unrestricted funds 2018 £	Restricted funds 2018 £	Total 2018 £	Unrestricted funds 2017 £	Restricted funds 2017 £	Total 2017 £
Income from:							
Donations and legacies	3	926,190	640,116	1,566,306	1,371,542	866,861	2,238,403
<u>Charitable activities</u>							
Employ	4	136,500	172,819	309,319	108,369	175,385	283,754
Health	4	187,355	368,535	555,890	182,348	325,438	507,786
Sport	4	114,644	309,461	424,105	123,774	479,170	602,944
Youth	4	505,243	440,980	946,223	408,134	228,522	636,656
Other trading activities	5	413,770	-	413,770	112,242	3,555	115,797
Total income		2,283,702	1,931,911	4,215,613	2,306,409	2,078,931	4,385,340
Expenditure on:							
Raising funds	6	366,730	-	366,730	297,482	650	298,132
Charitable activities	7	1,703,809	1,468,397	3,172,206	1,176,060	1,591,433	2,767,493
Total resources expended		2,070,539	1,468,397	3,538,936	1,473,542	1,592,083	3,065,625
Net incoming resources before transfers		213,163	463,514	676,677	832,867	486,848	1,319,715
Gross transfers between funds		147,819	(147,819)	-	71,083	(71,083)	-
Net income for the year/ Net movement in funds		360,982	315,695	676,677	903,950	415,765	1,319,715
Fund balances at 1 June 2017		1,500,460	1,507,150	3,007,610	596,512	1,091,383	1,687,895
Fund balances at 31 May 2018		1,861,442	1,822,845	3,684,287	1,500,462	1,507,148	3,007,610

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

EVERTON IN THE COMMUNITY

BALANCE SHEET

AS AT 31 MAY 2018

	Notes	2018		2017	
		£	£	£	£
Fixed assets					
Tangible assets	11		2,864,663		2,072,722
Current assets					
Debtors	13	549,768		452,737	
Cash at bank and in hand		849,010		1,217,942	
		<u>1,398,778</u>		<u>1,670,679</u>	
Creditors: amounts falling due within one year	14	<u>(579,154)</u>		<u>(711,815)</u>	
Net current assets			819,624		958,864
Total assets less current liabilities			<u>3,684,287</u>		<u>3,031,586</u>
Creditors: amounts falling due after more than one year	15		-		(23,976)
Net assets			<u>3,684,287</u>		<u>3,007,610</u>
Income funds					
Restricted funds	18		1,822,845		1,507,148
<u>Unrestricted funds</u>					
Designated funds	19	1,371,000		1,007,905	
General unrestricted funds		490,442		499,243	
		<u>1,861,442</u>		<u>1,507,148</u>	
			<u>3,684,287</u>		<u>3,007,610</u>

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements 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 its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on

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Professor D Barrett-Baxendale
Trustee

Company Registration No. 04851552

EVERTON IN THE COMMUNITY

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MAY 2018

	Notes	2018 £	£	2017 £	£
Cash flows from operating activities					
Cash generated from operations	23		515,217		1,684,801
Investing activities					
Purchase of tangible fixed assets		(884,149)		(1,580,749)	
Net cash used in investing activities			(884,149)		(1,580,749)
Net cash used in financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(368,932)		104,052
Cash and cash equivalents at beginning of year			1,217,942		1,113,890
Cash and cash equivalents at end of year			849,010		1,217,942

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MAY 2018

1 Accounting policies

Charity information

Everton In The Community is a private company limited by guarantee incorporated in England and Wales. The registered office is Goodison Park, Goodison Road, Liverpool, Merseyside, L4 4EL.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit can be reliably measured and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. A corresponding amount is recognised in expenditure.

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

1 Accounting policies

(Continued)

Income from capital grants is recognised when the charity has entitlement to the funds, any performance conditions have been met and the amount can be reliably measured.

Income from charitable activities includes income received under contract or where entitlement to the grant funding is subject to performance conditions. Income is recognised in the Statement of Financial Activities when the related services have been provided, income received in advance of those services being provided is deferred.

Income from trading activities, includes income from fundraising events and trading activities to raise funds for the charity. Income is recognised when earned and the charity is entitled to the receipt.

1.5 Resources expended

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Support costs are those that assist the work of the charity but are not directly attributable to the charitable activities. Support costs include office costs, administrative payroll costs and governance costs which support the charity's activities. Where the support costs cannot be attributable to a direct activity they have been allocated to the costs of raising funds and charitable activities on a pro-rata basis.

Governance costs represent costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% on cost
Leasehold land and buildings	2% on cost
Fixtures and fittings	25% on cost
Motor vehicles	33.33% on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

1 Accounting policies

(Continued)

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

1 Accounting policies

(Continued)

1.12 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds £	Restricted funds £	Total 2018 £	Total 2017 £
Donations and gifts	578,332	155,469	733,801	1,240,737
Legacies receivable	15,816	-	15,816	-
Capital grants receivable	-	484,647	484,647	616,053
Donated goods and services from Everton FC	332,042	-	332,042	381,613
	<u>926,190</u>	<u>640,116</u>	<u>1,566,306</u>	<u>2,238,403</u>
For the year ended 31 May 2017	<u>1,371,542</u>	<u>866,861</u>		<u>2,238,403</u>

Grants receivable

The Big Lottery	-	-	-	337,141
The Football Foundation	-	462,647	462,647	242,327
The Cruff Foundation	-	-	-	36,585
Field of Dreams	-	22,000	22,000	-
	<u>-</u>	<u>484,647</u>	<u>484,647</u>	<u>616,053</u>

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

4 Charitable activities

	Employ	Health	Sport	Youth	Total 2018	Total 2017
	£	£	£	£	£	£
Performance related grants	306,460	514,351	309,461	440,980	1,571,252	1,490,164
National Citizen Service	-	-	-	500,053	500,053	406,509
Soccer camps	-	-	61,957	-	61,957	46,898
Other income	2,859	41,539	52,687	5,190	102,275	87,569
	<u>309,319</u>	<u>555,890</u>	<u>424,105</u>	<u>946,223</u>	<u>2,235,537</u>	<u>2,031,140</u>
Analysis by fund						
Unrestricted funds	136,500	187,355	114,644	505,243	943,742	
Restricted funds	172,819	368,535	309,461	440,980	1,291,795	
	<u>309,319</u>	<u>555,890</u>	<u>424,105</u>	<u>946,223</u>	<u>2,235,537</u>	
For the year ended 31 May 2017						
Unrestricted funds	108,369	182,348	123,774	408,134		822,625
Restricted funds	175,385	325,438	479,170	228,522		1,208,515
	<u>283,754</u>	<u>507,786</u>	<u>602,944</u>	<u>636,656</u>		<u>2,031,140</u>
Performance related grants						
The Premier League	81,250	248,750	277,084	362,462	969,546	656,488
The Big Lottery	-	-	-	-	-	162,368
MerseyCare NHS Trust	8,875	109,116	-	-	117,991	152,547
Working Futures	82,694	-	-	-	82,694	111,488
Riverside College	93,890	-	-	-	93,890	108,369
Sport England	-	95,314	-	-	95,314	101,876
Merseyside Police Authority	-	-	-	55,982	55,982	43,718
The Royal British Legion	-	15,095	-	-	15,095	33,510
Children in Need	-	-	22,029	-	22,029	65,198
Education and Skills Funding Agency	39,751	-	-	1,868	41,619	22,417
Other	-	46,076	10,348	20,668	77,092	32,185
	<u>306,460</u>	<u>514,351</u>	<u>309,461</u>	<u>440,980</u>	<u>1,571,252</u>	<u>1,490,164</u>

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

5 Other trading activities

	Unrestricted funds 2018 £	Unrestricted funds 2017 £	Restricted funds 2017 £	Total 2017 £
Match day income	65,917	27,524	-	27,524
Fundraising events	125,804	33,242	-	33,242
Cafe and Blue Base income	30,758	3,254	-	3,254
Sponsorships income	191,291	48,222	3,555	51,777
	<u>413,770</u>	<u>112,242</u>	<u>3,555</u>	<u>115,797</u>

6 Raising funds

	Unrestricted funds 2018 £	Unrestricted funds 2017 £	Restricted funds 2017 £	Total 2017 £
<u>Fundraising and publicity</u>				
Staging fundraising events	35,639	93,318	650	93,968
Staff costs	286,378	195,175	-	195,175
	<u>322,017</u>	<u>288,493</u>	<u>650</u>	<u>289,143</u>
<u>Trading costs</u>				
Cafe and Blue Base costs	44,713	8,989	-	8,989
	<u>366,730</u>	<u>297,482</u>	<u>650</u>	<u>298,132</u>

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

7 Charitable activities

	Employ	Health	Sport	Youth	Total 2018	Total 2017
	£	£	£	£	£	£
Staff costs	305,078	234,847	338,654	693,218	1,571,797	1,461,052
Programme costs	16,554	69,847	46,545	167,628	300,574	313,829
Motor and travel	2,556	8,990	27,810	15,725	55,081	57,317
Kit and equipment	21	3,701	9,821	4,491	18,034	27,547
Marketing	587	1,214	3,989	3,144	8,934	9,018
Premises costs	-	-	-	5,966	5,966	22,382
Training	1,723	339	668	3,543	6,273	24,510
Sundry costs	7,492	14,063	5,259	7,434	34,248	9,726
	<u>334,011</u>	<u>333,001</u>	<u>432,746</u>	<u>901,149</u>	<u>2,000,907</u>	<u>1,925,381</u>
Share of support costs (see note 8)	149,447	244,254	204,842	481,276	1,079,819	800,547
Share of governance costs (see note 8)	12,661	22,733	17,354	38,732	91,480	41,565
	<u>496,119</u>	<u>599,988</u>	<u>654,942</u>	<u>1,421,157</u>	<u>3,172,206</u>	<u>2,767,493</u>
Analysis by fund						
Unrestricted funds	295,639	233,053	259,511	915,606	1,703,809	
Restricted funds	200,480	366,935	395,431	505,551	1,468,397	
	<u>496,119</u>	<u>599,988</u>	<u>654,942</u>	<u>1,421,157</u>	<u>3,172,206</u>	

For the year ended 31 May 2017

	Employ	Health	Sport	Youth	Total 2018
	£	£	£	£	£
Staff costs	153,427	194,008	538,882	574,735	1,461,052
Programme costs	4,554	74,712	66,242	168,321	313,829
Motor and travel	2,629	10,470	25,327	18,891	57,317
Kit and equipment	739	2,450	10,539	13,819	27,547
Marketing	628	1,366	5,574	1,450	9,018
Premises costs	-	-	22,382	-	22,382
Training	-	318	4,419	19,773	24,510
Sundry costs	299	815	4,774	3,838	9,726
	<u>162,276</u>	<u>284,139</u>	<u>678,139</u>	<u>800,827</u>	<u>1,925,381</u>
Share of support costs (see note 8)	71,902	143,799	311,084	273,762	800,547

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

7 Charitable activities (Continued)

Share of governance costs (see note 8)	3,740	7,482	18,182	12,161	41,565
	<u>237,918</u>	<u>435,420</u>	<u>1,007,405</u>	<u>1,086,750</u>	<u>2,767,493</u>
Analysis by fund					
Unrestricted funds	58,104	116,264	205,417	796,275	1,176,060
Restricted funds	179,814	319,156	801,988	290,475	1,591,433
	<u>237,918</u>	<u>435,420</u>	<u>1,007,405</u>	<u>1,086,750</u>	<u>2,767,493</u>

8 Support costs

	Support costs	Governance costs	2018	Support costs	Governance costs	2017
	£	£	£	£	£	£
Staff costs	417,099	-	417,099	117,257	-	117,257
Depreciation	92,209	-	92,209	48,730	-	48,730
Administration costs	430,826	-	430,826	544,501	-	544,501
Facilities management	139,685	-	139,685	90,059	-	90,059
Audit fees	-	6,000	6,000	-	5,500	5,500
Accountancy	-	29,859	29,859	-	31,128	31,128
Legal and professional	-	55,621	55,621	-	4,937	4,937
	<u>1,079,819</u>	<u>91,480</u>	<u>1,171,299</u>	<u>800,547</u>	<u>41,565</u>	<u>842,112</u>
Analysed between						
Charitable activities	<u>1,079,819</u>	<u>91,480</u>	<u>1,171,299</u>	<u>800,547</u>	<u>41,565</u>	<u>842,112</u>

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

10 Employees

Number of employees

The average monthly number of employees during the year was:

	2018	2017
	Number	Number
Charitable activities	84	61
Fundraising and administration	18	11
	<u>102</u>	<u>72</u>

Employment costs

	2018	2017
	£	£
Wages and salaries	2,063,962	1,623,368
Social security costs	165,254	119,680
Other pension costs	46,058	30,436
	<u>2,275,274</u>	<u>1,773,484</u>

The number of employees whose annual remuneration was £60,000 or more were:

	2018	2017
	Number	Number
£60,000 - £70,000	-	1
£70,000 - £80,000	1	-
	<u>1</u>	<u>1</u>

The key management personnel of the charity comprise the Executive Director, the Director of Health and Sport, the Director of Youth Engagement, Employability and sports Development and the Chief Finance and Reporting Officer.

The total amount of employee benefits received by key management personnel amounted to £220,555 (2017 £200,688).

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

11 Tangible fixed assets

	Freehold land and buildings	Leasehold land and buildings	Fixtures and fittings	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 June 2017	165,403	1,834,039	103,885	100,695	2,204,022
Additions	-	774,826	109,323	-	884,149
At 31 May 2018	165,403	2,608,865	213,208	100,695	3,088,171
Depreciation and impairment					
At 1 June 2017	3,308	12,390	58,754	56,847	131,299
Depreciation charged in the year	3,308	41,406	21,631	25,864	92,209
At 31 May 2018	6,616	53,796	80,385	82,711	223,508
Carrying amount					
At 31 May 2018	158,787	2,555,069	132,823	17,984	2,864,663
At 31 May 2017	162,095	1,821,648	45,131	43,848	2,072,722

12 Financial instruments

	2018 £	2017 £
Carrying amount of financial assets		
Debt instruments measured at amortised cost	514,362	347,204
Carrying amount of financial liabilities		
Measured at amortised cost	172,712	233,730

13 Debtors

	2018 £	2017 £
Amounts falling due within one year:		
Trade debtors	169,853	93,647
Other debtors	344,509	321,613
Prepayments and accrued income	35,406	37,477
	549,768	452,737

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

14 Creditors: amounts falling due within one year

	Notes	2018 £	2017 £
Other taxation and social security		95,479	82,850
Deferred income	16	310,963	395,235
Trade creditors		105,705	169,974
Other creditors		29,707	6,963
Accruals and deferred income		37,300	56,793
		<u>579,154</u>	<u>711,815</u>

15 Creditors: amounts falling due after more than one year

	Notes	2018 £	2017 £
Deferred income	16	-	23,976
		<u>-</u>	<u>23,976</u>

16 Deferred income

	2018 £	2017 £
Arising from Performance related grants	310,963	419,211
	<u>310,963</u>	<u>419,211</u>

Deferred income is included in the financial statements as follows:

	2018 £	2017 £
Current liabilities	310,963	395,235
Non-current liabilities	-	23,976
	<u>310,963</u>	<u>419,211</u>

17 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £46,058 (2017 - £30,436).

18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

18 Restricted funds

(Continued)

	Movement in funds				Balance at 31 May 2018 £
	Balance at 1 June 2017 £	Incoming resources £	Resources expended £	Transfers £	
Community Properties	896,255	484,647	-	28,445	1,409,347
Active Blues	21,550	111,980	(125,460)	-	8,070
Aged Veterans	-	10,777	(3,247)	-	7,530
41 Goodison	44,826	208,281	(201,267)	-	51,840
Disability	359,780	142,498	(181,250)	(321,028)	-
Education & Employability	-	82,999	(135,836)	52,837	-
Healthy Blues	9,740	17,713	(9,945)	-	17,508
Home is Where the Heart Is	139,653	139,417	(30,547)	-	248,523
Imagine Your Goals	12,485	71,588	(67,440)	-	16,633
Kicks	-	191,650	(221,716)	30,066	-
Knowsley Veterans Hub	11,010	18,959	(38,808)	8,839	-
Pass on the Memories	-	31,196	(22,612)	-	8,584
PL Enterprise	-	43,750	(22,164)	-	21,586
PL Girls	-	25,000	(28,358)	3,358	-
PL Sport	10,771	41,250	(52,021)	-	-
PL Works	-	37,500	(33,605)	-	3,895
Primary Stars	-	145,000	(185,823)	40,823	-
Stand Together	-	75,504	(64,135)	-	11,369
Tackling the Blues	-	37,500	(20,356)	-	17,144
Others	1,080	14,702	(23,807)	8,841	816
	<u>1,507,150</u>	<u>1,931,911</u>	<u>(1,468,397)</u>	<u>(147,819)</u>	<u>1,822,845</u>

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

18 Restricted funds

(Continued)

Active Blues Programme

Sport England and Liverpool City Council fund the Active Blues programme which provides a range of sports projects to inactive men aged 35-50 years to improve their health. This project is delivered in partnership with Edge Hill University and is robustly evaluated to ensure the impact is able to be quantified.

Aged Veterans

Shelter fund the Aged Veterans programme which supports individuals aged 65+ who have served in the forces.

41 Goodison

These programmes continue to be our two main projects to tackle the problems of young people in care or leaving care and youth offending. These projects offered significant importance to tackling high levels of crime and youth unemployment as 41% of NEETS are care leavers and young offenders being the most likely to become NEET.

Disability

The Premier League and Sport England are the core funders of the Disability Programme. This includes projects that support children, young people and adults with various disabilities including learning, sensory and physical. Furthermore, a significant donation was made to the Disability Programme during the year to further develop the infrastructure of the Disability Programme.

Education and Employability

Everton PL Works funded by the Premier League Charitable Trust continues to deliver to 16-29 year olds who are not in education, employment or training. The course focuses on employability workshops, sport activity and money skills management awareness culminating in the candidates becoming active 'Community Champions' in the local community.

Working Futures an ESF Funded supports NEETs to progress in to employment, education, traineeships, apprenticeships or further learning

PL Enterprise is new initiative to increase the aspirations and skills of 11 to 18 year olds in full time education who are marginalised and/or at risk of not achieving their full potential.

Healthy Blues

This programme supports males and females aged 40+ with various mental health conditions referred from Mersey Care.

Home is Where the Heart Is

This programme provides much needed accommodation for homeless young people.

Imagine your Goals

This programme supports males and females aged 18+ with various mental health conditions referred from Mersey Care.

Kicks Programme

This programme is funded by Premier League Charitable Trust, Merseyside Police Crime Commissioner, Merseyside Police and The Princes Trust and aims to engage 8-19 year olds working towards creating stronger, more respectful communities through a blend of activities to reduce anti-social behaviour within identified hotspot areas.

Knowsley Veterans Hub

The Royal British Legion funds this project to support men and women at any stage of the transition from military life to civilian life. Ex-forces personnel face various challenges with making this transition and many can find themselves homeless, in prison or battling with addiction.

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

18 Restricted funds

(Continued)

Pass on the Memories

This programme supports people living with Dementia and memory loss referred from Mersey Care.

PL Girls

Funded by the Premier League Charitable Trust provides women and girls aged 11+ with community time football sessions, competitive opportunities and signposting to female FA Charter Clubs.

PL Sport

This is a programme funded by The Premier League which delivers sports to males and females 11+ in satellite clubs, bridging school and community sport, providing competitive opportunities and a pathway for progression.

Primary Stars

This is a national curriculum-linked education programme using the appeal of the Premier League and Everton FC to inspire primary school children to learn, be active and develop important skills.

Stand Together

A new project to support over 70s who have been identified as being socially isolated has been developed through funding initially by Liverpool CCG and currently by the Premier League. Male and female participants attend weekly sessions at Goodison Park alongside regular visits to various Merseyside attractions and landmarks.

Tackling the Blues

This programme supports children and young people with, or at risk of developing, mental illness.

19 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds				
	Balance at 1 June 2017	Incoming resources	Resources expended	Transfers	Balance at 31 May 2018
	£	£	£	£	£
Community Properties	925,394	-	(44,714)	423,829	1,304,509
National Citizen Service	-	500,053	(503,685)	3,632	-
Health and wellbeing Projects	82,511	1,660	-	(17,680)	66,491
	<u>1,007,905</u>	<u>501,713</u>	<u>(548,399)</u>	<u>409,781</u>	<u>1,371,000</u>

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2018

20 Analysis of net assets between funds

	Unrestricted 2018 £	Restricted 2018 £	Total 2018 £	Unrestricted 2017 £	Restricted 2017 £	Total 2017 £
Fund balances at 31 May 2018 are represented by:						
Tangible assets	1,455,316	1,409,347	2,864,663	1,176,467	896,255	2,072,722
Current assets/ (liabilities)	406,126	413,498	819,624	323,995	634,869	958,864
Long term liabilities	-	-	-	-	(23,976)	(23,976)
	<u>1,861,442</u>	<u>1,822,845</u>	<u>3,684,287</u>	<u>1,500,462</u>	<u>1,507,148</u>	<u>3,007,610</u>

21 Capital commitments

2018
£ **2017**
£

At 31 May 2018 the charity had capital commitments as follows:

Contracted for but not provided in the financial statements:

Acquisition of property, plant and equipment	-	480,000
	<u>-</u>	<u>480,000</u>

22 Related party transactions

Everton in the community is the charitable arm of Everton Football Club. During the year Everton Football Club donated £240,000 (2017 £290,000) towards the operational costs of the charity. In addition Everton Football Club incurred operating costs amounting to £332,042 (2017 £306,613). These costs are included as donations and support costs.

23 Cash generated from operations

2018
£ **2017**
£

Surplus for the year	676,677	1,319,715
Adjustments for:		
Depreciation and impairment of tangible fixed assets	92,209	48,730
Movements in working capital:		
(Increase)/decrease in debtors	(97,031)	368,467
(Decrease) in creditors	(48,390)	(26,224)
(Decrease) in deferred income	(108,248)	(25,887)
Cash generated from operations	<u>515,217</u>	<u>1,684,801</u>