

REGISTERED COMPANY NUMBER: 04851552 (England and Wales)
REGISTERED CHARITY NUMBER: 1099366



Everton
in the Community

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2017
FOR
EVERTON IN THE COMMUNITY**

WEDNESDAY



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COMPANIES HOUSE

McLintocks Limited
Statutory Auditor
46 Hamilton Square
Birkenhead
Merseyside
CH41 5AR

EVERTON IN THE COMMUNITY

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for the Year Ended 31 May 2017**

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EVERTON IN THE COMMUNITY

REPORT OF THE TRUSTEES for the Year Ended 31 May 2017

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 May 2017. 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 Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and principal activities of the Charity

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:-

- 1 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.
- 2 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.

EVERTON IN THE COMMUNITY

REPORT OF THE TRUSTEES for the Year Ended 31 May 2017

STRATEGIC REPORT

Achievement and performance

Charitable activities

The year June 2016 to 2017 saw significant changes in the management and leadership of the charity with Dr Denise Barrett Baxendale assuming a Directorship of Everton Football Club and engaging in other high level strategic matters on a national level. To manage this, Phil Duffy, who had recently been interim Principal of the Free School up to May, was asked to take up the role of Executive Director of Everton in the Community; he gladly accepted this position. Dr Barrett Baxendale (soon to become Professor Barrett Baxendale) retains a significant oversight of the charity as Executive Chair of Trustees for Everton in the Community.

The year witnessed the successful opening of the People's Hub with the keys handed over in November; the opening of the Cruyff Court by the Club's manager, Mr Ronald Koeman and later in the year a Royal Visitor, the Earl of Wessex, formally opened the People's Hub, although this latter event technically falls into the next Annual Report, but is worthy of mention to demonstrate the timeline.

Work on the St Frances de Sales building was planned in with the aim of it becoming a state of the art disability Hub and a place where participants at risk of social isolation can be engaged and active. This is planned to be completed in November 2017.

In terms of the programmes, some forty of them, we can reflect with pride on the continued success of the work undertaken day in day out by the staff in helping change lives and saving lives. The Home is Where the Heart Is campaign led by David Unsworth and the U23 team represented another major initiative that caught the imagination of fans and the public at large.

A major research project with Liverpool Hope University was launched in January and continues to explore and analyse the work of Everton in the Community and identify its impact of its work on the wider city region and the Blue Mile.

Everton in the Community also received several notable awards for its work which serves as external recognition for the high quality and impactful work that is delivered to our communities. Below are selected highlights from some of the programmes

Disability

The Disability Programme provides disabled people across Merseyside with similar sport and physical activity opportunities as their non-disabled peers alongside supporting disabled people to access volunteer, work placement and accreditation opportunities. This helps to empower the participants and facilitates the integration into mainstream society.

The last year has seen the charity engage with over 150 disabled children through school sports sessions and an additional 100 disabled players have represented Everton in the Community through our nine disability football teams. The programme is all-inclusive and there are teams available to those with any disability covering learning, sensory and physical disabilities.

Our relationship with Alder Hey Children's Hospital, is now entering its 10th year and the last 12 months has seen us work with over 800 children, their parents and their siblings with our fun activity workshops delivered on the hospital wards.

In addition to supporting disabled people into education, training, employment, volunteering and social opportunities, the programme also tackles the negative stigma in society and challenges the huge inequalities that still exist.

The programme has also enabled a previous participant to undertake a fantastic and inspiring journey that featured on a BT Film. The coverage showcases the progress that John Hughes has made from the first contact with him when he was a disabled participant in a SEN school, to joining an EitC disability team, becoming an EitC volunteer, gaining and successfully completing an apprenticeship to his current position of being a full time member of staff within the Disability team where he is an incredibly strong role model for other disabled people.

EVERTON IN THE COMMUNITY

REPORT OF THE TRUSTEES for the Year Ended 31 May 2017

STRATEGIC REPORT

Achievement and performance

Charitable activities

Employment, Education and Training

Everton in the Community provides local people with routes into various education, employment and training opportunities which are individually tailored to suit their learning needs.

The programmes delivered by the charity aim to improve the motivation, confidence and self-esteem of people on the courses and helps to create life-changing opportunities as they are supported in improving their employability prospects.

The charity's Everton 4 Employment programme delivered pre-employability courses to over 100 individuals with experiences of mental health and/or disabilities and secured a significant contract win in February as part of a consortium bid to deliver a NEET employability programme called Working Futures. The two-year programme is funded by ESF and The Youth Employment Initiative and aims to work with more than 200 NEET's across Merseyside supporting them into positive destinations such as jobs, education, apprenticeships or accredited training.

The last 12 months has seen the charity witness significant growth within this pillar; we received the 'keys' to our brand new Everton Free School on Spellow Lane and the number of young people enrolled in the school has increased month-by-month, providing a much needed 'safety net' for displaced young people in the 14-16 age group. There was further cause for celebration when Knowsley Park School represented the Club in the Premier League Enterprise Challenge, securing second place at the final in March and an opportunity to meet Bill Gates, first team players and even a feature on CBBC!

Strong links have also been established with the recently relaunched Everton Business Club which has seen a number of members supporting our younger participants with mock interviews, site visits, work experience and sector talks. Employer involvement in our E4E programmes continues to grow and is resulting in positive experiences and outcomes for many young people.

Everton in the Community's Apprenticeship programme, in partnership with Riverside College in Widnes, offers opportunities for individuals who would prefer to work, learn and earn as opposed to going down the more traditional academic pathway.

The past year has seen both a significant and successful period of sustained growth. 92 individuals across all age groups were enrolled on programme across a broader curriculum which now includes Level 2 & 3 qualifications in Administration, Customer Service, Management & Sport as well as Higher Apprenticeships. With learner achievement rates at 96%, the value of our programme is now also being demonstrated across a range of key external partners and not just within the internal Everton family. Everton in the Community is now a preferred Apprenticeship provider for two Merseyside NHS Trusts.

It was therefore fitting that season 2016-17 culminated with the Everton in the Community Apprenticeship programme becoming the first amongst Premier League Clubs to be recognised on the Government's newly approved Register of Apprenticeship Training Providers.

Health and Wellbeing

In response to Merseyside having some of the worst health outcomes in the UK, Everton in the Community deliver a comprehensive, research-led Health and Wellbeing Programme to help tackle the various public health challenges.

Locally, there are staggering health inequalities which include a difference of 12 years in life expectancy within just six miles. This is not acceptable and Everton in the Community is fully committed to addressing this.

EVERTON IN THE COMMUNITY

REPORT OF THE TRUSTEES for the Year Ended 31 May 2017

STRATEGIC REPORT

Achievement and performance

Charitable activities

Working in partnership with key regional health bodies, the charity strategically delivers a targeted health-intervention programme, which has been evidenced to significantly improve the health and wellbeing of our participants covering the entire life-course from children and young people up to individuals aged over 70 years. Independent research has demonstrated improvements in lifestyle behaviour and mental wellbeing alongside a number of accounts of participants stating that the programme has saved their life when they have been experiencing suicidal thoughts.

Building on our ground-breaking partnership with Mersey Care NHS Foundation Trust, the Charity now delivers six innovative projects to support people experiencing various mental health problems. This has resulted in reducing social isolation, reducing the reliance upon mental health services, improving lifestyle behaviour and securing long-term employment. This has made huge improvements to the participants' lives including considerable societal cost savings.

The charity's partnership with Edge Hill University has also developed significantly, which included securing the prestigious award of the 'Times Higher Education' award for 'Outstanding Contribution to the Local Community'. The project that secured this award was Tackling the Blues which also featured on Match of the Day. Furthermore, the partnership attracted attention from the ensured the local community benefited through research-led projects, student academic placements and work-related experience and mentoring. This collaboration has leveraged considerable funding and produced several innovative projects that significantly improve the lives of over 1,000 participants each year and has attracted the interest of UK Parliament's Health Select Committee and various international bodies to learn about the delivery models applied.

Across the Health and Wellbeing Programme, 10,000 people are reached every year with many improvements in health being made. The challenge to improve health outcomes and prevent premature mortality across Merseyside is a considerable one but great strides are being made by Everton in the Community's Health and Wellbeing Programme.

Neighbourhood

October 2015 saw the Club and EitC appoint a Neighbourhood Manager to enable and assist us in becoming a better neighbour to the 10,000+ properties in the Blue Mile (Walton, Anfield, Everton and Kirkdale) surrounding Goodison Park. A Premier League first, the role supports the award-winning work of Everton in the Community by linking into our core community surrounding the residential stadium area. Over the past two years, the team has been nominated for 6 awards, won one and shortlisted for two.

The team are visible ambassadors for the Blues, establishing clear methods of communication between residents and businesses in the lowest statistical area for health, education, employment, crime and housing. Working closely with internal and external stakeholders to erase these issues and bring the area figures up to the Government average. The team do this through raising the profile of EitC, partnering with corporate professionals to offer services to assist these issues, assisting the area regeneration projects and running our projects daily to enhance the Neighbourhood and create progress pathways.

With a database of over 400 neighbours across all ages, who we positively interact and engage with through advice sessions, drop-ins, meeting groups, EitC projects and match day activities and a further reported figure of 850 neighbours who have benefitted from 7 new and current projects which we run out of our state of the art People's Hub and Cruyff Court. Having this facility has had an enormous impact on decreasing Anti-Social Behaviour Order within the Blue Mile as it is keeping young people off the streets and actively engaged in Community work. It has also seen a decrease in Family violence as our open door enables people to have the confidence to come in and ask for help/advice. All the work that the Neighbourhood team does is to benefit our neighbours wants and needs, along with building a legacy, reputation and saving lives of the 40,000+ neighbours that live in our Beautiful Blue Mile.

The Impact of all work carried out over the past two years has all been recorded and we are hoping to promote case studies along with launching new projects in our '2 years on celebration' campaign in November 2017. This week will see the launch of 2 new projects to tackle social isolation to decrease mortality rates and to assist people who are elderly and who live alone in living longer and happier lives, as well as schemes to tackle homelessness, education and housing in the run up to Christmas.

EVERTON IN THE COMMUNITY

REPORT OF THE TRUSTEES for the Year Ended 31 May 2017

STRATEGIC REPORT

Achievement and performance

Charitable activities

Soccer Schools

The charity's Soccer Camp Programme has developed significantly over the previous 12 months. New local and international partnerships have resulted in Soccer Camps being delivered in Hong Kong, China and Germany. Furthermore, the Charity now invites international groups to take part in a Soccer Experience at Finch Farm which has seen over one hundred players visit from Australia and the USA.

This considerable development of the Soccer Camp Programme has helped to promote the Everton brand in new corners of the world, create new Everton fans and generate additional funding which has allowed us to employ a dedicated Soccer Camp Programme Coordinator for the first time.

Sports Development

The Sports Development arm of the Club's official charity is responsible for the delivery of a variety of Premier League-funded programmes which engage young children across Merseyside in sporting opportunities including Premier League 4 Sport and the Premier League Primary Stars Programme.

Premier League Primary Stars is a new programme which is currently being delivered across all Premier League and Football League clubs across England and Wales. The programme aims to have a professional football club in each Primary School nationwide by 2022. Focussing on key areas such as; regular activity in schools, driving high quality Physical Education, developing the whole child through PSHE sessions and also using football themed resources in Numeracy and Literacy to engage and inspire children in all aspects of learning. The programme has been a resounding success thus far. Allowing EITC to work closely with schools and teaching staff, forming positive working relationships with children and the impact has been fantastic. Last season we engaged with 36 schools in the Merseyside area, encompassing 1,400 children.

Premier League 4 Sport also enjoyed a successful year. A multi-sport based programme which seeks to inspire young people aged 14+ to enjoy playing sports past the usual 'drop-off' age of 14 years old, and signpost participants onto local clubs and teams. Working with National Governing Bodies of chosen sports we have engaged with 1111 young people across Merseyside using sports such as Badminton, Basketball, Boxing, Hockey, Judo, Table Tennis, Tennis and Volleyball,

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 other young people to get involved and work together to deliver positive change in their communities.

The 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 itself to a focus on crime prevention in areas of high anti-social behaviour and crime.

Breathing Space and Safehands continue to be our two main projects to tackle the problems of young people in care or leaving care and youth offending.

Our Breathing Space programme works to support young people who are in care, at risk of entering the care system or leaving the care system and the last year has seen us support over 70 young people and deliver Personal, Health and Social workshops to over 619 secondary school pupil. . Our work at supporting looked after children and young offenders through our Safe Hands programme has seen our work recognised by Lord Laming in a 'In Care, Out of Trouble' report, which cites the importance of working together with statutory agencies to provide the young people with the best support possible

The impact of this work has been recognised on a national level within the Ministry of Justice and Youth Justice Board as we have achieved a 79% non- reoffending rate compared to a national 32%.

EVERTON IN THE COMMUNITY

REPORT OF THE TRUSTEES for the Year Ended 31 May 2017

STRATEGIC REPORT

Achievement and performance

Charitable activities

Our partnership with the Police Crime Commissioner and Merseyside Police has been further strengthened this year with our Flagship Kicks. By engaging over 1500 youngsters this year in constructive activities, including a wide variety of sports, coaching, music and educational and personal development sessions, Merseyside Police have reported up to 75% reductions in anti-social behaviour in the areas in which it is delivered. We have delivered workshops for young people on relevant local issues such as knife and gun crime, race and hate crime, drugs and alcohol and health and nutrition. These have been delivered by trained professionals who are supported by Everton in the Community coaches and youth workers. The Kicks programme has once again linked up with the Princes Trust's 'Get in to' project and Everton in the Community's PL Works employability programmes in a bid to help NEET participants aged 16+ gain employment skills.

Our NCS programme has engaged with 1014 young people. During the Summer 17 programme our young people supported a range of local charities by raising £13,957. We have also launched the Duke of Edinburgh programme with our first cohort of young people coming from our Imagine your goals programme. Those participants have all achieved a bronze award.

Our motivation to make a real difference is what drives the charity forward and as long as the people we serve benefit from our services and go away 'proud to be blue' this is the only motivation we need to continue the work we do on behalf of Everton Football Club.

EVERTON IN THE COMMUNITY

REPORT OF THE TRUSTEES for the Year Ended 31 May 2017

STRATEGIC REPORT

Achievement and performance

Fundraising activities

From June 2016 - May 2017 we provided a whole range of inspiring and rewarding opportunities for people to engage and support our fundraising campaigns and events, throughout these activities we were able to build trust, improve our reputation and help to win 'hearts and minds' of our loyal fan base, as well as give our supporters once in a life time opportunities, making dreams come true.

Our highlights are as follows:

The annual EITC golf event took place at The Mere Golf Resort, Cheshire, with appearances from the First Team Coach, Ronald Koeman, first team player Gareth Barry, and legends, Kevin Ratcliffe, Graeme Sharp and Graham Stuart, the event raising just under £10,000.

The Liverpool Echo remembered the 96 people who lost their lives at Hillsborough by selling a commemorative programme, all money raised was split equally between EITC and the Liverpool Foundation, the supplement raised more than £5,000.

Goodison Park Sleepout, saw 80+ people, including David Unsworth, U23 players and backroom staff sleepout in below freezing temperatures to raise vital funds to support EITC homeless projects, the event raised a total of £12,034.20 was generated.

We opened the doors to the Community Peoples Hub, the Fundraising Team playing a significant role in the operational setup of the building, ensuring all furniture, appliances and equipment were in place prior to staff moving in.

We hosted mascot packages for our junior supporters, giving them once in a lifetime opportunity to walk out onto the hallowed turf of Goodison Park with first team players.

We secured a 16-seater minibus with funds being donated from the Duncan Ferguson Testimonial committee.

The launch of The 'Home Is Where The Heart Is' campaign which saw David Unsworth and his team work throughout the season to reach a fundraising target of £230,000 to fund and develop a supported living initiative for young people in Liverpool, delivered by Everton in the Community. The funds raised will be used to purchase, and operate, a house close to Goodison Park which will offer 16 to 23-year-olds who have fallen on hard times, or have perhaps fallen out of the care system, a place to stay in Liverpool.

Duncan Ferguson pledged an overwhelming £12,000 to the HIWTHI fund, the cheque was presented to the team at Finch Farm, with all players in attendance.

From January 2017 - May 2017, our focus was very much on generating income for the Home Is Where The Heart Is campaign, we hosted a whole range of events and activities, such as Evening with Everton Legends at the Wro, The Everton Masterchef, Caldys Golf, we opened the gates of Goodison Park to a number of U23 fixtures, the pledges and support from fans was phenomenal.

In March we launched the Sligo Cycle challenge, whereby 23 supporters belonging to affiliated supporter clubs pledge to cycle 230 miles from Sligo to Goodison over 2 days. A whole range of activities took place to support them with their fundraising mission of raising £60,000 for the HIWTHI campaign.

10 daredevil supporters participated took part in longest and fastest zip slide in Europe, the Snowdonia zip slide.

End of season pitch use activity took place whereby we hosted a whole range of football events at Goodison Park, making dreams come true, this included the annual Football Aid activity.

As well as these events and activities a whole range of traditional fundraising activities took place such as matchday raffles and street collections, plus community bag packs

EVERTON IN THE COMMUNITY

REPORT OF THE TRUSTEES for the Year Ended 31 May 2017

STRATEGIC REPORT

Financial review

Financial position

Overall income exceeded expenditure by £1,319,715 (2016 £562,263), including capital grants received of £616,053 (2016 £208,728). Unexpended grants and restricted donations and legacies amounted to £1,507,150 (2016 £1,091,383) and general reserves amounted to £1,500,460 (2016 £596,512). The cash and bank balances stood at £1,217,942 (2016 £1,293,772).

Reserves policy

The trustees have reviewed the charity's requirement for reserves in light of the main risks to the organisation. The trustees have therefore established a policy whereby unrestricted reserves, not committed or invested in fixed assets, should as a minimum equate to three months unrestricted operating expenditure. This policy is currently met.

Going concern

After making appropriate enquiries, the board of trustees has a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason it continues to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Statement of Accounting Policies.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Organisational structure

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.

Induction and training of new trustees

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.

Key management remuneration

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.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

EVERTON IN THE COMMUNITY

REPORT OF THE TRUSTEES for the Year Ended 31 May 2017

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04851552 (England and Wales)

Registered Charity number

1099366

Registered office

Goodison Park
Goodison Road
Liverpool
L4 4EL

Trustees

Sir J F Jones

- resigned 13.12.16 re-appointed 29.06.17

R.C. Elstone

- resigned 13.12.16

Dr P Grey

- resigned 27.7.16

Professor W J Chambers

- resigned 13.12.16

R B Kenyon

Inspector C Lewis

- resigned 27.7.16

Dr D Barrett-Baxendale

- appointed 14.7.16

A S McTavish

- appointed 14.7.16

M Kirk

- appointed 21.2.17

Chief Executive Officer

Mr P Duffy

Company Secretary

Ms S Foy

Auditors

McLintocks Limited
Statutory Auditor
46 Hamilton Square
Birkenhead
Merseyside
CH41 5AR

Bankers

Barclays Bank plc
335-339 Stanley Road
Bootle
Liverpool
L20 3EB

EVERTON IN THE COMMUNITY

REPORT OF THE TRUSTEES

for the Year Ended 31 May 2017

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Everton in the Community for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.


In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, McLintocks Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on10.10.17..... and signed on the board's behalf by:


Dr D Barrett-Baxendale - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF EVERTON IN THE COMMUNITY

We have audited the financial statements of Everton in the Community for the year ended 31 May 2017 on pages thirteen to thirty six. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page ten, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

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 2017 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

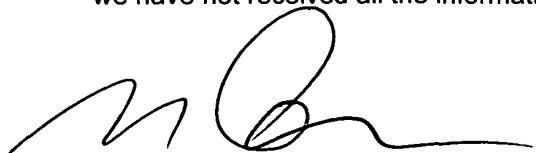
In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS 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 where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Michael Caputo FCA (Senior Statutory Auditor)
for and on behalf of McLintocks Limited
Statutory Auditor
46 Hamilton Square
Birkenhead
Merseyside
CH41 5AR

Date: 27.10.17

EVERTON IN THE COMMUNITY

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) for the Year Ended 31 May 2017

		Unrestricted funds £	Restricted funds £	2017 Total funds £	2016 Total funds £
	Notes				
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	1,371,542	866,861	2,238,403	1,102,100
Charitable activities	5				
Employment education and training		108,369	175,385	283,754	262,374
Health and well-being		182,348	325,438	507,786	324,005
Sport development		123,774	479,170	602,944	533,873
Youth engagement		408,134	228,522	636,656	627,337
Other trading activities	3	112,242	3,555	115,797	211,702
Investment income	4	-	-	-	668
Total		2,306,409	2,078,931	4,385,340	3,062,059
EXPENDITURE ON					
Raising funds	6	497,482	650	298,132	306,874
Charitable activities	7				
Employment education and training		58,104	179,815	237,918	399,059
Health and well-being		116,264	319,156	435,420	340,117
Sport development		205,494	801,911	1,007,405	637,587
Youth engagement		796,199	290,551	1,086,750	816,159
Total		1,473,542	1,592,083	3,065,625	2,499,796
NET INCOME		832,867	486,848	1,319,715	562,263
Transfers between funds	19	71,083	(71,083)	-	-
Net movement in funds		903,950	415,765	1,319,715	562,263
RECONCILIATION OF FUNDS					
Total funds brought forward		596,512	1,091,383	1,687,895	1,125,632
TOTAL FUNDS CARRIED FORWARD		<u>1,500,462</u>	<u>1,507,148</u>	<u>3,007,610</u>	<u>1,687,895</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

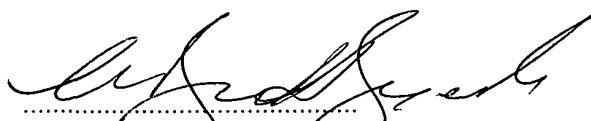
The notes form part of these financial statements

EVERTON IN THE COMMUNITY

STATEMENT OF FINANCIAL POSITION **At 31 May 2017**

		Unrestricted funds £	Restricted funds £	Total 2017 funds £	Total 2016 funds £
	Notes				
FIXED ASSETS					
Tangible assets	14	1,176,467	896,255	2,072,722	540,703
CURRENT ASSETS					
Debtors	15	433,269	19,468	452,737	821,204
Cash at bank and in hand		<u>160,522</u>	<u>1,057,420</u>	<u>1,217,942</u>	<u>1,293,771</u>
		593,791	1,076,888	1,670,679	2,114,975
CREDITORS					
Amounts falling due within one year	16	(269,798)	(442,017)	(711,815)	(522,685)
NET CURRENT ASSETS		<u>323,993</u>	<u>634,871</u>	<u>958,864</u>	<u>1,592,290</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,500,460	1,531,126	3,031,586	2,132,993
ACCRUALS AND DEFERRED INCOME	18	-	(23,976)	(23,976)	(445,098)
NET ASSETS		<u>1,500,460</u>	<u>1,507,150</u>	<u>3,007,610</u>	<u>1,687,895</u>
FUNDS	19				
Unrestricted funds				1,500,460	596,512
Restricted funds				<u>1,507,150</u>	<u>1,091,383</u>
TOTAL FUNDS				<u>3,007,610</u>	<u>1,687,895</u>

The financial statements were approved by the Board of Trustees on 10.10.17 and were signed on its behalf by:


Dr D Barrett-Baxendale -Trustee


M Kirk -Trustee

The notes form part of these financial statements

EVERTON IN THE COMMUNITY

STATEMENT OF CASH FLOWS for the Year Ended 31 May 2017

	Notes	2017 £	2016 £
Cash flows from operating activities:			
Cash generated from operations	1	1,685,488	572,346
Interest paid		<u>(687)</u>	<u>(4,980)</u>
Net cash provided by (used in) operating activities		<u>1,684,801</u>	<u>567,366</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(1,580,749)	(367,766)
Interest received		<u>-</u>	<u>668</u>
Net cash provided by (used in) investing activities		<u>(1,580,749)</u>	<u>(367,098)</u>
Change in cash and cash equivalents in the reporting period		104,052	200,268
Cash and cash equivalents at the beginning of the reporting period	2	<u>1,113,890</u>	<u>913,622</u>
Cash and cash equivalents at the end of the reporting period	2	<u><u>1,217,942</u></u>	<u><u>1,113,890</u></u>

The notes form part of these financial statements

EVERTON IN THE COMMUNITY**NOTES TO THE STATEMENT OF CASH FLOWS
for the Year Ended 31 May 2017****1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2017 £	2016 £
Net income for the reporting period (as per the statement of financial activities)	1,319,715	562,263
Adjustments for:		
Depreciation charges	48,730	27,203
Interest received	-	(668)
Interest paid	687	4,980
Decrease/(increase) in debtors	368,467	(329,666)
(Decrease)/increase in creditors	(52,111)	308,234
Net cash provided by (used in) operating activities	<u>1,685,488</u>	<u>572,346</u>

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2017 £	2016 £
Cash in hand	1,270	699
Notice deposits (less than 3 months)	1,216,672	1,293,072
Overdrafts included in bank loans and overdrafts falling due within one year	-	(179,881)
Total cash and cash equivalents	<u>1,217,942</u>	<u>1,113,890</u>

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 May 2017

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared 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' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

General information

Everton in the Community is a company limited by guarantee, and a registered charity in England and Wales. In the event of a winding up, the liability in respect of the guarantee is limited to £1 per member. The address of the registered office is given in the charity information on page 9 of the financial statements.

Reconciliation with previous Generally Accepted Accounting Practice

In preparing these accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required.

At the date of transition it was agreed that grants receivable under Service Level Agreements should be included under income from charitable activities instead of donations and legacies.

The date of transition to FRS102 was 1 June 2015.

The presentation currency is £ Sterling.

Summary of significant accounting policies

The principle accounting policies applied in the preparation of the financial statements are set out below. These have been consistently applied to both years presented, unless otherwise stated.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Donations and all other receipts from fundraising are reported gross and the related fundraising costs are reported in expenditure.

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.

No amount is included in the financial statements for volunteer time in line with SORP (FRS102)

Legacies are recognised on a case by case basis following the granting of probate when the administrator/executor has communicated in writing both the amount and the settlement date. In the event the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measured with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

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.

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED **for the Year Ended 31 May 2017**

1. ACCOUNTING POLICIES - continued

Income (continued)

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.

Expenditure

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.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Allocation and apportionment of support costs

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.

Tangible fixed assets

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

Freehold property	- 2% on cost
Long leasehold	- 2% on cost
Fixtures and fittings	- 33.33% on cost and 25% on cost
Motor vehicles	- 33.33% on cost
Computer equipment	- 33.33% on cost

Taxation

The charity is exempt from corporation tax on its charitable activities.

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 May 2017

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instrument 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 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 receipts 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.

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 May 2017

1. ACCOUNTING POLICIES - continued

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.

Going concern

On the basis of their assessment of the charity's financial position and resources, the trustees believe that it is well placed to manage its business risks. Therefore the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for a period of at least 12 months from the date of approving these financial statements. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

2. DONATIONS AND LEGACIES

	2017 £	2016 £
Donations	1,622,350	493,372
Legacies	-	400,000
Grants	<u>616,053</u>	<u>208,728</u>
	<u>2,238,403</u>	<u>1,102,100</u>

Included in donations and legacies is £280,202 (2016 £404,427) which relate to restricted funds and £1,342,148 (2016 £488,945) which relate to unrestricted funds.

Grants received, included in the above, are as follows:

	2017 £	2016 £
The Big Lottery	337,141	125,809
The Football Foundation	242,327	82,919
The Cruyff Foundation	<u>36,585</u>	<u>-</u>
	<u>616,053</u>	<u>208,728</u>

The above grants were restricted.

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 May 2017

3. OTHER TRADING ACTIVITIES

	2017 £	2016 £
Match ticket income	27,524	29,051
Cafe income	3,254	-
Sponsorship income	51,777	38,935
Specific fund raising	<u>33,242</u>	<u>143,716</u>
	<u>115,797</u>	<u>211,702</u>

4. INVESTMENT INCOME

	2017 £	2016 £
Deposit account interest	<u>-</u>	<u>668</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	Employment education and training £	Health and well-being £	Sport development £
Grants	283,754	498,718	479,170
Course fee income	-	-	-
Other income	-	9,068	76,876
Soccer camps and other activities	-	-	46,898
National Citizen Service	<u>-</u>	<u>-</u>	<u>-</u>
	<u>283,754</u>	<u>507,786</u>	<u>602,944</u>

	Youth engagement £	2017 Total activities £	2016 Total activities £
Grants	228,522	1,490,164	1,342,919
Course fee income	-	-	58,012
Other income	1,625	87,569	16,732
Soccer camps and other activities	-	46,898	132,535
National Citizen Service	<u>406,509</u>	<u>406,509</u>	<u>197,391</u>
	<u>636,656</u>	<u>2,031,140</u>	<u>1,747,589</u>

Included in income from charitable activities is £1,212,070 (2016 £1,380,646) which relate to restricted funds and £535,519 (2016 £366,943) which relate to unrestricted funds.

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 May 2017

5. INCOME FROM CHARITABLE ACTIVITIES - continued

Grants received, included in the above, are as follows:

	2017	2016
	£	£
The Premier League	656,488	333,764
Children in Need	32,599	25,744
The Princes Trust	6,600	13,100
Other grants	-	29,317
Merseyside Police Authority	43,718	29,001
The Big Lottery	162,368	192,180
Mersey Care NHS Trust	152,547	158,954
Catch 22	-	141,089
Liverpool PCT	3,888	49,219
Liverpool City Council	27,695	47,694
Liverpool Community College	-	15,213
Medicash	3,449	3,646
The Skills Funding Agency	-	143,116
Riverside College	108,369	8,010
James Greenhop Foundation	-	10,000
Sport England	101,876	85,221
The Royal British Legion	33,510	9,741
Comic Relief	22,417	22,417
Knowsley Borough Council	-	19,000
Working Futures	111,488	-
European Health Stadia	10,667	-
Movember Europe	12,485	-
Other grants	-	6,493
	<u>1,490,164</u>	<u>1,342,919</u>

Included in grants receivable is £1,212,070 (2016 £1,380,646) which relate to restricted funds and £535,519 (2016 £366,943) which relate to unrestricted funds.

6. RAISING FUNDS

	2017	2016
	£	£
Staff costs	195,175	162,557
Operating costs	<u>102,307</u>	<u>144,317</u>
	<u>297,482</u>	<u>306,874</u>

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 May 2017

7. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 8) £	Support costs (See note 9) £	Totals £
Employment education and training	162,276	75,642	237,918
Health and well-being	284,139	151,281	435,420
Sport development	678,139	329,266	1,007,405
Youth engagement	<u>800,827</u>	<u>285,923</u>	<u>1,086,750</u>
	<u>1,925,381</u>	<u>842,112</u>	<u>2,767,493</u>

Charitable expenditure includes costs of £1,591,433 (2016 £1,733,626) relating to restricted funds and £1,176,060 (2016 £459,296) relating to unrestricted funds.

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2017 £	2016 £
Staff costs	1,461,056	1,288,830
Motor and travel expenses	57,319	90,452
Purchase of equipment	27,546	31,729
Program costs	251,187	309,260
Facility hire	49,631	38,211
Other costs	7,242	14,060
Marketing	8,628	9,933
Trophies and certificates	6,653	8,713
Training	24,510	11,153
Cleaning and laundry	-	17,531
Tutor costs	6,358	28,803
Maintenance and utilities	22,382	66,973
Healthcare	2,869	1,862
Security	-	1,010
	<u>1,925,381</u>	<u>1,918,520</u>

9. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Employment education and training	71,902	3,740	75,642
Health and well-being	143,799	7,482	151,281
Sport development	311,084	18,182	329,266
Youth engagement	<u>273,505</u>	<u>12,161</u>	<u>285,923</u>
	<u>800,290</u>	<u>41,565</u>	<u>842,112</u>

Support costs, included in the above, are as follows:

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 May 2017

9. SUPPORT COSTS - continued

	Employment education and training £	Health and well-being £	Sport development £
Staff costs	10,553	21,107	23,938
Administrative costs	48,795	97,586	202,460
Depreciation of tangible and heritage assets	4,386	8,771	22,416
Interest payable and similar charges	62	124	316
Auditors' remuneration	495	990	2,530
Auditors' remuneration for non audit work	2,801	5,603	14,319
Legal and professional fees	444	889	1,333
Facilities management	8,106	16,211	31,954
	<u>75,642</u>	<u>151,281</u>	<u>329,266</u>

	Youth engagement £	2017 Total activities £	2016 Total activities £
Staff costs	31,659	117,257	150,360
Administrative costs	194,973	543,814	128,067
Depreciation of tangible and heritage assets	13,157	48,730	27,203
Interest payable and similar charges	185	687	4,980
Auditors' remuneration	1,485	5,500	5,000
Auditors' remuneration for non audit work	8,405	31,128	18,288
Legal and professional fees	2,271	4,937	17,747
Facilities management	33,788	90,059	-
	<u>285,293</u>	<u>842,112</u>	<u>351,645</u>

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2017 £	2016 £
Auditors' remuneration	5,500	5,000
Other non-audit services	31,128	18,288
Depreciation - owned assets	<u>48,730</u>	<u>27,203</u>

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 May 2017

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 May 2017 nor for the year ended 31 May 2016.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 May 2017 nor for the year ended 31 May 2016.

12. STAFF COSTS

	2017 £	2016 £
Wages and salaries	1,623,369	1,472,734
Social security costs	119,682	99,867
Other pension costs	30,437	29,146
	<u>1,773,488</u>	<u>1,601,747</u>

The average monthly number of employees during the year was as follows:

	2017	2016
Charitable activities	61	49
Fundraising and administration	11	6
	<u>72</u>	<u>55</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2017	2016
£60,001 - £70,000	<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 is £200,688 (2016 £147,628).

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	488,945	613,155	1,102,100
Charitable activities			
Employment education and training	58,012	204,362	262,374
Health and well-being	6,194	317,811	324,005
Sport development	118,711	415,162	533,873
Youth engagement	197,391	429,946	627,337
Other trading activities	198,337	13,365	211,702
Investment income	668	-	668

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 May 2017

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES – continued

	Unrestricted funds £	Restricted funds £	Total funds £
Total	1,068,258	1,993,801	3,062,059
EXPENDITURE ON			
Raising funds	306,874	-	306,874
Charitable activities			
Employment education and training	132,456	266,603	399,059
Health and well-being	15,013	325,104	340,117
Sport development	159,569	478,018	637,587
Youth engagement	152,258	663,901	816,159
Total	766,170	1,733,626	2,499,796
NET INCOME	302,088	260,175	562,263
Transfers between funds	(214,897)	214,897	-
Net movement in funds	87,191	475,072	562,263
RECONCILIATION OF FUNDS			
Total funds brought forward	509,323	616,309	1,125,632
TOTAL FUNDS CARRIED FORWARD	596,514	1,091,381	1,687,895

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 May 2017

14. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Fixtures and fittings £
COST			
At 1 June 2016	70,000	435,748	54,913
Additions	95,403	1,398,291	35,870
Disposals	-	-	-
At 31 May 2017	<u>165,403</u>	<u>1,834,039</u>	<u>90,783</u>
DEPRECIATION			
At 1 June 2016	-	-	51,508
Charge for year	3,308	12,391	5,610
Eliminated on disposal	-	-	-
At 31 May 2017	<u>3,308</u>	<u>12,391</u>	<u>57,118</u>
NET BOOK VALUE			
At 31 May 2017	<u>162,095</u>	<u>1,821,648</u>	<u>33,665</u>
At 31 May 2016	<u>70,000</u>	<u>435,748</u>	<u>3,405</u>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 June 2016	96,512	-	657,173
Additions	38,083	13,102	1,580,749
Disposals	(33,900)	-	(33,900)
At 31 May 2017	<u>100,695</u>	<u>13,102</u>	<u>2,204,022</u>
DEPRECIATION			
At 1 June 2016	64,962	-	116,470
Charge for year	25,785	1,636	48,730
Eliminated on disposal	(33,900)	-	(33,900)
At 31 May 2017	<u>56,847</u>	<u>1,636</u>	<u>131,300</u>
NET BOOK VALUE			
At 31 May 2017	<u>43,848</u>	<u>11,466</u>	<u>2,072,722</u>
At 31 May 2016	<u>31,550</u>	<u>-</u>	<u>540,703</u>

EVERTON IN THE COMMUNITY**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**
for the Year Ended 31 May 2017**15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2017	2016
	£	£
Trade debtors	93,647	128,165
Other debtors	253,557	616,350
VAT	68,056	61,618
Prepayments and accrued income	<u>37,477</u>	<u>15,071</u>
	<u>452,737</u>	<u>821,204</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Bank loans and overdrafts (see note 17)	-	179,881
Trade creditors	169,974	219,823
Social security and other taxes	82,850	41,151
Other creditors	6,963	5,558
Accruals and deferred income	<u>452,028</u>	<u>76,272</u>
	<u>711,815</u>	<u>522,685</u>

17. LOANS

An analysis of the maturity of loans is given below:

	2017	2016
	£	£
Amounts falling due within one year on demand:		
Bank overdraft	<u>-</u>	<u>179,881</u>

18. ACCRUALS AND DEFERRED INCOME

	2017	2016
	£	£
Accruals and deferred income	<u>23,976</u>	<u>445,098</u>

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 May 2017

19. MOVEMENT IN FUNDS

	At 1.6.16 £	Net movement in funds £	Transfers between funds £	At 31.5.17 £
Unrestricted funds				
General fund	524,620	911,571	(943,636)	492,555
National citizen service	71,892	(71,892)	-	-
Community Properties	-	(6,814)	932,208	925,394
Health and Wellbeing Projects	-	-	82,511	82,511
	596,512	832,865	71,083	1,500,460
Restricted funds				
Variety Sunshine Bus	-	21,083	(21,083)	-
Mental Health Project	56,087	(43,602)	-	12,485
Disability	400,000	9,780	(50,000)	359,780
Health Improvement Project	195,375	(184,555)	-	10,820
Premier League 4 Sport	52,165	(41,394)	-	10,771
Women & Girls	39,375	(39,375)	-	-
Safe Hands	39,439	(6,045)	-	33,394
Primary Skills	53,824	(53,824)	-	-
Breathing Space	9,340	2,092	-	11,432
Spellow Lane Community Hub	245,778	650,477	-	896,255
Home Is Where the Heart Is	-	139,653	-	139,653
Stand Together	-	21,550	-	21,550
Knowsley Veterans Hub	-	11,010	-	11,010
	1,091,383	486,850	(71,083)	1,507,150
TOTAL FUNDS	<u>1,687,895</u>	<u>1,319,715</u>	<u>-</u>	<u>3,007,610</u>

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 May 2017

19. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,883,682	(972,111)	911,571
National citizen service	422,727	(494,619)	(71,892)
Community Properties	-	(6,814)	(6,814)
	<u>2,306,409</u>	<u>(1,473,544)</u>	<u>832,865</u>
Restricted funds			
Variety Sunshine Bus	21,083	-	21,083
Mental Health Project	87,060	(130,662)	(43,602)
Disability	161,739	(151,959)	9,780
Health Improvement Project	35,838	(220,393)	(184,555)
Premier League 4 Sport	56,602	(97,996)	(41,394)
Women & Girls	30,290	(69,665)	(39,375)
Course Activity	175,384	(175,384)	-
Safe Hands	162,369	(168,414)	(6,045)
Community Outreach	39,156	(39,156)	-
Kickz Programme	160,321	(160,321)	-
Primary Skills	97,501	(151,325)	(53,824)
Breathing Space	53,670	(51,578)	2,092
Spellow Lane Community Hub	656,053	(5,576)	650,477
Home Is Where the Heart Is	160,211	(20,558)	139,653
Stand Together	148,144	(126,594)	21,550
Knowsley Veterans Hub	33,510	(22,500)	11,010
	<u>2,078,931</u>	<u>(1,592,081)</u>	<u>486,850</u>
TOTAL FUNDS	<u><u>4,385,340</u></u>	<u><u>(3,065,625)</u></u>	<u><u>1,319,715</u></u>

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED **for the Year Ended 31 May 2017**

19. MOVEMENT IN FUNDS - continued

Social Inclusion

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 other young people to get involved and work together to deliver positive change in their communities.

The award winning youth programme reach 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 itself to a focus on crime prevention in areas of high anti-social behaviour and crime.

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.

Breathing Space and Safehands

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.

Premier League 4 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.

National Citizen Service

This is a national programme funded by Ingeus. This programme helps young people aged 16/17 to build upon their skills via team building activities and the delivery of a social action project within the local community.

Safe Hands

This is a program funded by The Big Lottery which targets young offenders aged 15-21 and aims to help them integrate back into society after leaving secure care via a network of support and learning across 3 distinct phases.

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.

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

Employ New Tactics A Mersey Care NHS Trust funded pre-employability programme supporting adults suffering from mental health conditions.

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

EVERTON IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED **for the Year Ended 31 May 2017**

19. MOVEMENT IN FUNDS – continued

PL Enterprise Challenge continues to encourage the enterprise and skills for 14-19 year olds. The challenge is set by the PL and teams of 5 from hard to reach backgrounds compete to come up with the best solution to the challenge. The winning team represents the Club at various phases.

Mental Health Project

Mersey Care NHS Foundation Trust fund five projects that fall into the Health and Wellbeing Programme: Imagine Your Goals, Healthy Blues, Pass on the Memories, Girls on Side and Clock View. These projects support individuals referred to EitC by Mersey Care for engagement into community-based provision. Participants will have been diagnosed with various mental health conditions including depression, anxiety, schizophrenia, bipolar and dementia.

Disability

The Premier League and Children in Need 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.

Health Improvement Project

Various funders including Medicash fund a range of projects to tackle emerging public health challenges in a responsive and timely manner. One area of this programme is the regular health screening events held at Goodison Park to identify potential heart defects. Various mainstream health promotion campaigns are also supported to help tackle health inequalities.

Women & Girls

These are programmes funded by The Premier League and MerseyCare NHS Trust and designed to provide women and girls with weekly football sessions and competitive opportunities

Course Activity

These are programmes funded by The Premier League, Barclays Bank plc and MerseyCare NHS Trust. The programmes offer a range of courses and target 18-24 year olds who are not in education or training, focusing on employability workshops, sport activities and money skills management.

Apprenticeships

Everton in the Community Apprenticeships, funded in partnership alongside Riverside College, offers opportunities for people of all ages, across both the Everton family and our external employer partners, to work towards fully accredited qualifications in Administration, Customer Service, Management & Sport. 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.

Our programme has grown significantly in the past 12 months with 92 individuals enrolled on programme and achievement rates at over 96%, set against a national average of 75%.

Spellow Lane Community Hub

This represents funding from The Big Lottery and The Football Foundation, towards the costs of building the multi-purpose community hub.

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.

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 2017

19. MOVEMENT IN 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.

20. CAPITAL COMMITMENTS

	2017 £	2016 £
Contracted but not provided for in the financial statements	<u>480,000</u>	<u>740,000</u>

21. RELATED PARTY DISCLOSURES

Everton in the community is the charitable arm of Everton Football Club. During the year Everton Football Club donated £290,000 (2016 £160,000) towards the operational costs of the charity. In addition the Club donated £64,000 towards the property on Goodison Road, plus a property on Salop Street valued at £265,000. This amount has been included in donations received. In addition to the above, Everton Football Club incurred operating costs amounting to £381,613. These costs are included as donations and support costs.

22. DEFERRED INCOME

Movement in deferred income is as follows:

	2017 £	2016 £
Deferred income at 1 June 2016	445,098	258,551
Amounts received in the year	2,021,290	1,749,253
Amounts credited to statement of financial activities	<u>(2,047,177)</u>	<u>(1,562,706)</u>
Deferred Income at 31 May 2017	<u>419,211</u>	<u>445,098</u>

	2017 £	2016 £
Due within one year	395,235	-
Due after more than one year	<u>23,976</u>	<u>445,098</u>
	<u>419,211</u>	<u>445,098</u>

21. TRANSITION TO FRS102

Following the transition to FRS102 it was agreed that grants receivable under Service Level Agreements should be included under income from charitable activities instead of donations and legacies. The effect of the change in this accounting policy is detailed below:

EVERTON IN THE COMMUNITY

RECONCILIATION OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31 MAY 2016

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
INCOME AND ENDOWMENTS FROM				
Donations and legacies		2,445,019	(1,342,919)	1,102,100
Charitable activities		404,670	1,342,919	1,747,589
Other trading activities		211,702	-	211,702
Investment income		668	-	668
Total		3,062,059	-	3,062,059
EXPENDITURE ON				
Raising funds		306,874	-	306,874
Charitable activities		<u>2,192,922</u>	<u>-</u>	<u>2,192,922</u>
Total		2,499,796	-	2,499,796
NET INCOME		<u>562,263</u>	<u>-</u>	<u>562,263</u>

EVERTON IN THE COMMUNITY**RECONCILIATION OF FUNDS****AT 1 JUNE 2015****(DATE OF TRANSITION TO FRS 102)**

	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS			
Tangible assets	<u>200,140</u>	-	<u>200,140</u>
	200,140	-	200,140
CURRENT ASSETS			
Debtors	491,538	-	491,538
Cash at bank and in hand	<u>913,622</u>	-	<u>913,622</u>
	1,405,160	-	1,405,160
CREDITORS			
Amounts falling due within one year	(221,117)	-	(221,117)
	<u>1,184,043</u>	-	<u>1,184,043</u>
NET CURRENT ASSETS			
	1,384,183	-	1,384,183
ACCRUALS AND DEFERRED INCOME	(258,551)	-	(258,551)
	<u>1,125,632</u>	-	<u>1,125,632</u>
FUNDS			
Unrestricted funds	509,323	-	509,323
Restricted funds	<u>616,309</u>	-	<u>616,309</u>
TOTAL FUNDS	<u>1,125,632</u>	-	<u>1,125,632</u>

EVERTON IN THE COMMUNITY**RECONCILIATION OF FUNDS
AT 31 MAY 2016**

	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS			
Tangible assets	540,703	-	540,703
CURRENT ASSETS			
Debtors	821,204	-	821,204
Cash at bank and in hand	<u>1,293,771</u>	<u>-</u>	<u>1,293,771</u>
	2,114,975	-	2,114,975
CREDITORS			
Amounts falling due within one year	(522,685)	-	(522,685)
	<u>1,592,290</u>	<u>-</u>	<u>1,592,290</u>
NET CURRENT ASSETS			
	2,132,993	-	2,132,993
TOTAL ASSETS LESS CURRENT LIABILITIES			
ACCRUALS AND DEFERRED INCOME	(445,098)	-	(445,098)
	<u>1,687,895</u>	<u>-</u>	<u>1,687,895</u>
NET ASSETS			
FUNDS			
Unrestricted funds	596,512	-	596,512
Restricted funds	<u>1,091,383</u>	<u>-</u>	<u>1,091,383</u>
TOTAL FUNDS	<u>1,687,895</u>	<u>-</u>	<u>1,687,895</u>
