

Middlesbrough Football Club Foundation
(Limited by Guarantee)

Annual Report and Financial Statements
for the Year Ended 31 August 2021

“Charity Commissioners Copy”
Registered Charity Number: 1059418

ANDERSON BARROWCLIFF LLP
Chartered Accountants

Middlesbrough Football Club Foundation
(A Company Limited by Guarantee)

Statement of Accounts
for the Year Ended 31 August 2021

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Trustees Report
for the Year Ended 31 August 2021

The Trustees submit their report and the audited financial statements of Middlesbrough Football Club Foundation ('the Foundation') for the year ended 31 August 2021. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts and comply with the charity's governing document, the Charities Act 2011 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 published in October 2019.

The Directors of the Foundation are its Trustees for the purposes of charity law. The Trustees who have served during the year and since the year end are shown on page 6.

OBJECTIVES AND ACTIVITIES

The Board of Directors decide the strategic direction of the Foundation and the day to day decisions are made by the senior management of the Foundation.

The Foundation's main aims are:

- To encourage and advance the education of children and adults within the community with the purpose of promoting a healthy lifestyle and improving their condition of life.
- To promote community involvement in healthy recreation by providing facilities for the playing of football and other sports capable of improving physical health to such persons who have need for such improvement and to encourage and advance the education of such persons in order to allow them to develop to the best of their abilities, both physically and otherwise.

ACHIEVEMENT AND PERFORMANCE

The year ended 31 August 2021 has been a successful year for the Foundation, delivered under difficult circumstances due to the continued effects of the global pandemic. The year was varied, with some months running smoothly with little interruptions and others delivered under Government restrictions. The Board would like to thank the staff for their hard work and dedication in these unprecedented times.

Though the majority of programmes were able to get delivery back on track, the Foundation staff did continue to provide services in the community to isolated individuals including delivery of food parcels to vulnerable and elderly residents. Foundation staff delivered over 50,000 food parcels across Teesside and relationships with local residents and volunteer groups continued to flourish as Foundation staff worked in partnership, to reach those most in need.

Community activities and school delivery continued for the majority of the year, although some delivery remained online as it was safer to do so. The Herlingshaw Sport and Education Centre was closed for four months during national restrictions; staff at the Centre were furloughed under the Government's Coronavirus Job Retention Scheme and the centre did make a significant loss against budget. Fundraising for unrestricted funds was very challenging due to the lack of events, although there was an increase in donations and community fundraising in support of the work being delivered to support people through the pandemic.

Delivery of programmes continued under four themes:

Education and Employability

The Foundation's education and employability arm delivers educational courses which assist young people and adults with obtaining new skills, knowledge and qualifications and employment.

1. **Premier League Primary Stars** - a flagship project, funded by the Premier League Charitable Fund, supporting the Premier League's agenda of delivering sport and education projects to every primary school in the UK. Over 3,000 young people engaged in regular physical activity through PL Stars in 2020/21.

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ACHIEVEMENT AND PERFORMANCE continued

2. **Premier League Inspires** – delivering education activities to disadvantaged young people, with an aim of building self esteem and confidence. PL Inspires engaged over 100 young people in over 20 hours of educational activities, 87 of which received a national recognised accreditation.
3. **Stepping Up** - a programme supporting young people transitioning from primary to secondary school, funded by the Premier League Charitable Fund and English Football League Trust. Stepping Up engaged over 800 young people by providing positive role models over what can be an anxious period in a young person's life.
4. **Switch It** – a new programme, funded by Middlesbrough Borough Council, targeting young people transitioning across various stages in their lives, including primary to secondary school, secondary school to employment, young people moving between schools, or those new to the country. The Foundation provided youth workers to engage and support young people through their transitional periods and in the first six months the project had already reached its annual engagement target.
5. **Careers and Enterprise** – a new programme, funded by Tees Valley Local Authority, delivering careers and enterprise education over a six-week period to young people from primary schools across the Tees Valley. Within the first six months the programme has engaged over 1,500 young people.

Further Education and Employability funded programmes:

This year saw the final delivery of the #IWill project, funded by Virgin Money. The programme ended within the first few months of the year, engaging over 2,500 people over the three-year lifespan of the programme in social action activities. **Traineeships**, funded by the English Football League Trust came to an end in 2021, engaging over 40 individuals in employability courses and supporting 25 individuals into employment.

Sports and Physical Activity

The Foundation aims to provide sport and physical activity opportunities for young people and adults through delivery in schools and community venues. During the year, the Foundation provided the following activities:

1. **Dads and Daughters** – funded via Women in Sport, this pilot programme engages fathers and daughters in football activity. Over 50 'Dads and Daughters' attended the sessions in 2021.
2. **Grandparents Plus** - a programme focusing on 'Kinship' for children who are looked after by a relative who is not their parent. This programme provides sporting activities specifically for grandparents and their grandchildren. During the pandemic the programme used online engagement methods, including virtual physical activity sessions.

Health and Wellbeing

The theme of Health and Wellbeing seeks to improve the health and wellbeing of our local communities through activities which promote healthier lifestyles. Those key activities include:

1. **Football Fans in Training**- a programme aimed at engaging men and women in regular physical activity at the Riverside Stadium, with the aim of losing and sustaining weight loss. Funded by Sport England and The English Football League Trust, the programme was delivered as a hybrid approach this year, some delivery and engagement took place online and some were delivered face to face. Over 150 individuals took part in the programme with an average weight loss of one stone over a 12-week period.
2. **Tackling Loneliness Together** – a short-term funded programme, funded by DCMS and the English Football league Trust designed to engage with socially isolated, elderly and vulnerable individuals during the pandemic. On completion of the programme, a further six months of funding was received through Middlesbrough Council. Over 1,500 individuals were engaged via a variety of methods including online quizzes and 'doorstep visits'.

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ACHIEVEMENT AND PERFORMANCE continued

3. **Joy of Moving** – a six-week programme engaging 9-year-olds to 11-year-olds in physical activity and health education. Funded by the English Football League Trust, over 1,500 young people engaged in physical activity and health education sessions through the Joy of Moving programme in 2020/21.
4. **Football Welcomes** – engaging refugees and asylum seekers in football and educational activities and funded by Amnesty International. Football Welcomes has engaged over 100 individuals in activities this year, both online and face to face.

Social Inclusion and Community Cohesion

The theme of Social Inclusion and Community Cohesion uses the power of football to unite and empower communities, inspiring and enhancing skills of young people and adults, particularly those within socially deprived wards. During the year the Foundation delivered the following programmes under the Inclusion and Community Cohesion theme:

1. **Premier League Kicks** - delivering within the most deprived communities, PL Kicks provides diversionary activities during evenings to reduce crime and anti-social behaviour. Funded by the Premier League Charitable Fund and the Cleveland Police and Crime Commissioner, PL Kicks continued to engage over 400 people a week over 20 individual sessions.

"The impact Kicks is having in the local community is massive. It's great to see the amount of young people engaging week to week. Our Officers are really getting some quality work breaking down barriers between them and young people, thanks to Kicks" – Chief Inspector for Cleveland Police.
2. **National Citizen Service (NCS)** - a flagship Government programme for young people aged 15 years to 17 years. Funded by The NCS Trust and The English Football League Trust, NCS offers a 2 or 3 week summer programme to improve confidence, provide new opportunities and gain new skills and experiences. Delivered through the summer of 2021, the team engaged with 95% of their targeted number, with 100% of attendees rating the programme '10/10' in all areas on their post-NCS survey.
3. **Every Player Counts** – a programme which engages young people and adults with disabilities in physical activity sessions. Funded by Wembley National Trust and the English Football League Trust, Every Player Counts engaged over 150 people with disabilities in football activities.
4. **Team Talk** – funded by Middlesbrough Football Club sponsor Kindred, Team Talk delivered 4 weekly sessions for adults suffering from poor mental health. It provided an opportunity to socialise, catch up and have open conversations in an informal setting. Team Talk engaged 60 participants, both face to face and virtually.

The Royal Foundation – Coach Core

Since 2017, the Foundation has been the lead administrator of the Royal Foundation's 'Coach Core' programme, an initiative which encourages young people to take part in sports apprenticeships across a wealth of Teesside based organisations. During the year the programme has progressed to engage more apprentices and deliver more outcomes and the Foundation looks forward to continuing delivery of the programme in coming years.

Herlingshaw Centre

The Herlingshaw Centre is a sports facility in South Bank, owned by Redcar and Cleveland Borough Council but managed by the Foundation. The Centre's first-class facilities include an indoor 7-a-side 3rd Generation Artificial Grass Pitch, an outdoor full-size 3rd Generation Artificial Grass Pitch, three outdoor grass pitches, together with function rooms and classrooms. All of these facilities are available for hire by the general public but are also used by the Foundation for delivery of its programmes.

The Herlingshaw Centre is utilised by a variety of Foundation projects including PL Stars, Football Welcomes, PL Kicks, Stepping Up and Football Fans in Training.

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ACHIEVEMENT AND PERFORMANCE continued

The Centre is also used by external parties and organisations including Boro Rangers, Middlesbrough Ladies, Middlesbrough Football Club and the Girls Regional Talent Club.

This year, the Centre was closed for 4 months during lockdown. However, in those months that the Centre was open it was used by over 15,000 people. The classroom facilities were at capacity during the day and the Centre hosted a successful 'alternative provision' programme for young people at risk of exclusion from school.

Other Fundraising activities and events

This year was difficult for fundraising and events, with large scale events including the Foundation dinner unable to run, as well as a significant reduction in the match day lottery and stadium tours. However, whilst the net income was lower than budgeted, it still provided a positive contribution. Fundraising started off well, with the corporate donation scheme 'Friends of the Foundation' continuing to be a success and donations were nearly £7,000 above budget.

However, what was clear was that the work involved in preparing and delivering food parcels, shopping for elderly and isolated residents and collecting and delivering prescriptions has led to a large increase in positive public relations for the Foundation, which has engaged businesses and corporate partners. In October 2020, the Foundation received a £15,000 donation to contribute towards providing free school meals for young people during the school holidays. In total, nearly £20,000 was raised and subsequently spent on food and delivery.

The Foundation is fully committed to using appropriate techniques to raise funds for the Charity. A professional fundraiser is employed to carry out fundraising activities. This employee is monitored through monthly meetings with a member of the senior management team and the Fundraising Committee, on which three Board members and the Head of Foundation participate. The Foundation has no interest in approaching individuals directly for donations via 'door-knocking' or any other unreasonable, persistent approaches to solicit donations. The Foundation is committed to following all Charity Commission guidance for fundraising activities as referenced in the Charities Act 2011.

East Cleveland Project

Since early 2019, the Foundation has received significant donations each year to roll out activities in the area of 'East Cleveland', a highly deprived, isolated area in the Borough of Redcar and Cleveland. After the initial launch in September 2019, the project is now in its third year and, by working closely with the local community, strong partnerships have formed, resulting in the Foundation reaching the people who need support the most. Delivery of meals to the vulnerable and elderly continued in East Cleveland this year alongside delivery of face-to-face activities including Premier League Kicks, Team Talk and Kitchen Therapy, a programme engaging with adults struggling with their mental health, in cooking activities. In August 2021, the Foundation purchased a new 'Boro Bus' which will be used to deliver health checks across the remote area of East Cleveland. In 2021, the current Health Bus facilitated over 3,000 covid-19 vaccinations to the people of Teesside.

FINANCIAL REVIEW

The year end results show a net income of £269,381 (2019: £395,455). It is important to stress that, due to the geographical restriction placed on the East Cleveland donation, it is a restricted fund. However, as there is no time limitation for the expenditure, all of the funds received in the year are required to be shown within the net surplus. These funds are restricted for a particular purpose and therefore do not add to the unrestricted reserves of the Foundation. A total of £190,415 (2019: £293,265) of the total net income for the year is ring-fenced for the East Cleveland project delivery.

The Trustees are very pleased with the overall performance of the Foundation this year. The value of funds generated through unrestricted funding is particularly pleasing as well as the progress made by the Foundation in building up its reserves. Middlesbrough Football Club will renew its support on an annual basis.

Principal funding sources for the Foundation are the Premier League's Charitable Fund, The English Football League Trust, The Football Foundation, private donations and local educational establishments. The Directors would like to thank all funders for their generosity and the faith they have placed in the Foundation to deliver the agreed programmes. The expenditure incurred in delivering the programmes is predominantly incurred on full time staff with additional costs for items such as specialist equipment, marketing and staff continuous professional development opportunities.

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FINANCIAL REVIEW continued

Reserves Policy

Unrestricted Reserves are part of a charity's funds that are freely available to spend on any of the charity's activities. The Trustees aim to maintain free reserves, being unrestricted funds other than fixed assets, at a level which will enable the Charity to continue operating following a considerable temporary shortfall in income and equates to the total cost of redundancies, for those employees identified as affected, together with 12 months of unrestricted costs. Last year, the Trustees made the decision to change the reserves policy from three to six months' total expenditure as a buffer to mitigate the uncertain financial impact of the pandemic and the possible consequence of a requirement for further reserves. The Board has now agreed to change the policy, to cover unrestricted costs and potential redundancy costs only, however over 12 months. The Board are comfortable that this is the appropriate calculation, ensuring that all unrestricted activities could continue for 12 months, whilst further funding is sourced. Reserves over and above this minimum amount are available for investment in a designated investment reserve.

Based on the budget for the coming year this equates to a reserve requirement in the region of £620,000.

The balance held as unrestricted funds at 31 August 2021 was £836,446 (2020: £757,480) of which £687,702 (2020: £577,300) are regarded as free reserves, after allowing for funds held as tangible fixed assets. This leads to a surplus on unrestricted funds over and above the reserves requirement of £67,702, forming the balance on the Investment Reserve at 31 August 2021.

The Trustees regard the Investment Reserve as funding available to support any shortfall in project funding in the future or match funding requirements.

The Reserves statement in the statutory accounts is reviewed by the Board on an annual basis.

PLANS FOR FUTURE PERIOD

During the year ending 31 August 2022, the Foundation will continue to progress plans to regenerate and refurbish the Herlingshaw Centre, with opportunities to increase the footprint of the centre and create a 'state of the art' sport and education facility in South Bank, Redcar and Cleveland.

In addition to a refurbishment and extension to the Herlingshaw Centre, the East Cleveland Committee will be considering plans for a further facility development in East Cleveland. The area lacks a full size 3G pitch facility and the Foundation will work with Redcar and Cleveland Borough Council to consider plans for a development in the area.

In November 2021, it was the Foundation's 25th Anniversary of being a charity. In 2021/22 we look forward to celebrating this achievement through a successful annual dinner and a series of events to highlight the occasion.

The Foundation is confident that it can continue to generate an operating surplus and build up sufficient reserves to cover any unforeseen expenditure.

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REFERENCE AND ADMINISTRATIVE DETAILS

Company registration number:	03142447
Charity registration number:	1059418
Registered office:	Brignell Road Riverside Park Industrial Estate Middlesbrough TS2 1PS
Solicitors:	Endeavour Partnership LLP Tobias House St Marks Court Teesdale Business Park Teesside TS17 6QW
Bankers:	Barclays Bank Plc PO Box 378 71 Grey Street Newcastle upon Tyne NE99 1JP
Auditors:	Anderson Barrowcliff LLP 3 Kingfisher Court Bowesfield Park Stockton on Tees TS18 3EX

DIRECTORS AND TRUSTEES

The Directors of the Foundation are its Trustees for the purpose of Charity Law.

The Directors and Trustees of the Foundation who held office during the year are as follows:

Trustees:	R Mallon - Chairperson (Resigned - 31 March 2021) J Baker – Trustee and Chairperson (appointed as Chair - 1 April 2021) N J Bausor J R Bloom Fr A Gaunt K Gibson J Fryett Y Khan (resigned - 4 August 2021) G J Redman P Rowley OBE
Secretary:	N Jackson
Ambassadors:	T Riordan A Bibby
Key Management Personnel: Head of Foundation	H Bowman

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STRUCTURE, GOVERNANCE AND MANAGEMENT

The Foundation is a company limited by guarantee. The guarantee of members is limited to £1 each in the event of the Foundation being wound up. The Foundation is governed by its Memorandum and Articles of Association, dated 29 December 1995 and amended on 2 October 2012, and again on 24 January 2019.

Recruitment, Induction, Training and Development

The Foundation was established by Middlesbrough Football Club who support the Foundation. The appointment of the Foundation's Trustees is made by the Foundation's Board of Directors. Trustees meet all new Board appointments who are presented with induction material, which includes the latest published financial statements of the Foundation and a business plan for the strategic direction going forward. A detailed explanation of how the Foundation operates is given and any questions are answered.

The Board oversees the induction of all new Trustees to ensure they have the opportunity to familiarise themselves with the Foundation and are aware of their roles and responsibilities going forward. All Directors are encouraged to undertake further training as identified by periodic skills reviews.

Organisational Structure

The Board of Trustees, outlined in the reference information above, meet as a minimum quarterly to discuss the performance of the Foundation. During the pandemic, a committee of 4 Trustees acting as 'The Executive Committee' met on a bi-monthly basis with the Head of Foundation, under Terms of Reference approved by the Board. The Head of Foundation attends all Board meetings and reports to the Trustees on the daily running of the Foundation. There are three Trustee-led Committees, of which the Head of Foundation and other members of the Senior Manager Team, as appropriate, attend. These are: Finance, Audit, Risk and Governance Committee, Fundraising and Events Committee and East Cleveland Committee. Key decisions continue to be made by the Board. Other decisions on the day to day running of the Foundation are made by the Head of Foundation and Senior Management Team, under authority delegated to the Head of Foundation by the Board.

Remuneration Policy for Senior Staff

The Foundation's Trustees and the Senior Management Team comprise the key management personnel of the Foundation in charge of directing and controlling, running and operating the Foundation on a day-to-day basis. All Trustees give of their time freely and no Trustee received remuneration in the year. Details of Trustees' expenses and related party transactions are given in note 11 to the accounts.

The remuneration of senior staff is reviewed annually and normally increased in accordance with average earnings. In view of the nature of the Foundation the trustees benchmark against remuneration levels in other clubs' foundations, and also consider the ability of the Foundation to cover the cost of any increases.

Risk Management

To minimise the risk of cessation of the Foundation's activities, the Board continually seeks new funding to secure the continuation of the Foundation. However, in the current economic climate, the Board is extensively seeking further grant opportunities, as local government and councils have fewer funds available for the scope of services which the Foundation performs. The Foundation has a full Risk Management policy and the major risks are reviewed formally by the Trustees at least twice a year.

Related Parties

The Foundation is closely related to Middlesbrough Football Club. The Foundation has use of the name and badge of Middlesbrough Football Club and occupies part of the Riverside Stadium. The Trustees are grateful for the administration services and use of facilities donated by Middlesbrough Football Club. The value of these services in the year totalled £126,236 (2020: £170,603).

Middlesbrough Football Club also donated stock valued at £253,826 from the clubs' retail shop. The Foundation will look to donate the stock to its beneficiaries. The trustees are very grateful for the retail stock donated by Middlesbrough Football Club.

RESPONSIBILITIES OF MEMBERS OF THE BOARD OF TRUSTEES

The Trustees are responsible for preparing the Trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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Trustees Report
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RESPONSIBILITIES OF MEMBERS OF THE BOARD OF TRUSTEES continued

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 Foundation and for the incoming resources and application of resources, including income and expenditure of the Foundation 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;
- prepare the financial statements on a 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 that disclose, with reasonable accuracy at any time, the financial position of the Foundation 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 Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

We, the Trustees of the Foundation who held office at the date of approval of these financial statements, as set out above, each confirm so far as we are aware, that:

- there is no relevant audit information of which the Foundation's auditors are unaware; and
- the Trustees have taken all the steps that they ought to have taken as Directors in order to make ourselves aware of any relevant audit information and to establish that the Foundation's auditors are aware of that information.

PUBLIC BENEFIT

The Foundation strives to understand the needs of the area's young people and looks for funding opportunities within the region's business market.

By working in partnership with local schools and local businesses the management team can better understand the needs and requirements of local people, and then try to access the most appropriate funding streams to provide suitable means for those individuals to address their education and sporting needs.

When reviewing the aims and objectives of the Foundation the Board of Trustees has referred to Charity Commission general guidance on Public Benefit and is satisfied that the Foundation meets Public Benefit requirements.

AUDITORS

The Auditors, Messrs Anderson Barrowcliff LLP, have expressed their willingness to continue in office for the ensuing year, and a resolution proposing their re-appointment as Auditors will be put to the Board of Trustees.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

On Behalf of the Board


J Baker
Chairman

Date: 24 January 2022

Middlesbrough Football Club Foundation
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Report of the Independent Auditor's to the Members of Middlesbrough Football Club Foundation

Opinion

We have audited the financial statements of Middlesbrough Football Club Foundation (the 'charitable company') for the year ended 31 August 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and 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 (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

In our opinion the financial statements:-

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2021 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; 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 charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Trustees Report, other than the financial statements and our Report of the Independent Auditor's thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- 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; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

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Report of the Independent Auditor's to the Members of Middlesbrough Football Club Foundation

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

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; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, 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, 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 charitable company'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

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 a Report of the Independent Auditors 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance around actual and potential litigation and claims.
- Enquiry of entity staff in tax and compliance functions to identify any instances of non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale of significant transactions outside the normal course of business.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditors-responsibilities. This description forms part of our Report of the Independent Auditors.

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Report of the Independent Auditor's to the Members of Middlesbrough Football Club Foundation

Use of our report

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 auditor's 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.



D J Robertson FCA - Senior Statutory Auditor
For & on behalf of Anderson Barrowcliff LLP
Statutory Auditor
3 Kingfisher Court
Bowesfield Park
Stockton on Tees
TS18 3EX

Date: 27 May 2022

Middlesbrough Football Club Foundation
A Company Limited by Guarantee

Statement of Financial Activities
(including income and expenditure account)
for the Year Ended 31 August 2021

	Note	Unrestricted Funds £	Restricted Funds £	East Cleveland Fund £	Total Funds 2021 £	Total Funds 2020 £
Income						
Donations and legacies	2	210,600	-	525,000	735,600	808,663
Income from charitable activities	3	374,380	928,814	-	1,303,194	1,166,399
Other trading activities	4	59,201	-	-	59,201	105,555
Total income		644,181	928,814	525,000	2,097,995	2,080,617
Expenditure						
Costs of raising funds	5	76,647	-	-	76,647	55,577
Charitable activities	6	488,568	928,814	334,585	1,751,967	1,629,585
Total Expenditure		565,215	928,814	334,585	1,828,614	1,685,162
Net income		78,966	-	190,415	269,381	395,455
Transfers between funds	19	-	-	-	-	-
Net movement in funds		78,966	-	190,415	269,381	395,455
Reconciliation of Funds						
Funds brought forward at 1 September 2020		757,480	-	728,574	1,486,054	1,090,599
Total funds carried forward at 31 August 2021	17	836,446	-	918,989	1,755,435	1,486,054

The notes on pages 15 to 24 form an integral part of these financial statements

Middlesbrough Football Club Foundation
(A Company Limited by Guarantee)

Registered Number: 03142447

Balance Sheet As At 31 August 2021

	Note	2021 £	£	2020 £	£
Fixed Assets					
Tangible assets	12		373,383		269,250
Current Assets					
Debtors	13	170,361		112,533	
Cash at bank & in hand		1,706,538		1,583,752	
		1,876,899		1,696,285	
Creditors: Amounts falling due within one year	14	(274,745)		(262,922)	
Net Current Assets			1,602,154		1,433,363
Total Assets Less Current Liabilities			1,975,537		1,702,613
Creditors: Amounts falling due after more than one year	15		(220,102)		(216,559)
Net Assets	16		1,755,435		1,486,054
Funds					
Restricted funds	17		-		-
East Cleveland fund	17		918,989		728,574
Unrestricted funds	17		836,446		757,480
Total Funds	16		1,755,435		1,486,054

These accounts have been prepared in accordance with the special provision in Part 15 of the Companies Act 2006 relating to small companies.

The accounts were approved by the board of trustees on 24 January 2022 and signed on its behalf by

.....

J Baker
Chairman

The notes on pages 15 to 24 form an integral part of these financial statements

Middlesbrough Football Club Foundation
(A Company Limited by Guarantee)

Statement of Cash Flows
for Year Ended 31 August 2021

		2021	2020
	<u>Note</u>	£	£
Cash from operating activities	23	269,423	327,476
Cash flow from investing activities			
Payments to acquire tangible fixed assets		(146,637)	(30,922)
Net cash flow provided by (used in) investing activities		(146,637)	(30,922)
Change in cash and cash equivalents in the year		122,786	296,554
Cash and cash equivalents at the beginning of the year		1,583,752	1,287,198
Cash and cash equivalents at the end of the year		<u>1,706,538</u>	<u>1,583,752</u>

The notes on pages 15 to 24 form an integral part of these financial statements

Middlesbrough Football Club Foundation
(A Company Limited by Guarantee)

Notes to the Accounts for the Year Ended 31 August 2021

1 ACCOUNTING POLICIES

(a) General Information and basis of preparation

Middlesbrough Football Club Foundation is a private company limited by guarantee registered in England and Wales. It is registered as a charity with the Charity Commission. The address of the registered office is given in the Report of the Trustees on page 6. The nature of the Foundation's operations and principal activities are shown in the Report of the Trustees on page 1. The members of the Foundation are the trustees listed on page 6. In the event of the Foundation being wound up, the liability in respect of the guarantee is limited to £1 per member of the Foundation.

The Foundation constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charitable companies preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, and UK Generally Accepted Practice.

The financial statements are prepared on a going concern basis under the historical cost convention. The trustees consider that there are no material uncertainties about the Foundation's ability to continue as a going concern. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the Foundation to be able to continue as a going concern.

The financial statements are prepared in sterling which is the functional currency of the Foundation, rounded to the nearest £.

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

(b) Income

Items of income are recognised and included in the SOFA when all the following criteria are met:-

- The Foundation have entitlement to the funds;
- Any performance conditions attached to the item(s) of income have been met or are fully within the control of the Foundation.
- There is sufficient certainty that receipt of the income is considered probable; and
- The amount can be measured reliably.

Donations and grants received for specific purposes are classed as restricted and are deferred until the Foundation is entitled to the funding and has met the conditions set out in the funding agreement.

The Foundation received government grants in respect of the Coronavirus Job Retention Scheme (CJRS). These grants are recognised at the fair value of the asset received or receivable when there is a reasonable assurance that the Foundation will comply with the conditions attached to them. The grants were recognised using the accrual model.

Gifts in kind are included within donations in the SOFA at an estimate of the cost of providing the service. The equivalent cost is also included within resources expended.

There is no netting off of expenditure within the accounts.

Middlesbrough Football Club Foundation
(A Company Limited by Guarantee)

Notes to the Accounts for the Year Ended 31 August 2021

1 ACCOUNTING POLICIES ...continued

(c) Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount can be measured reliably. Irrecoverable VAT is included in expenditure against the relevant cost for which the expenditure was incurred. Expenditure is classified under the following headings:

- Costs of raising funds are those incurred in attracting donations, and those incurred in trading activities that raise funds.
- Charitable expenditure comprises those costs incurred by the Foundation in the delivery of its activities. It includes both costs which can be directly allocated to activities and those costs of an indirect nature.
- Support costs are those functions that assist the work of the Foundation but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs.
- Governance costs are those incurred in connection with compliance with constitutional and statutory requirements.

(d) Fixed assets

Fixed assets are stated at purchase cost together with any incidental costs of acquisition less accumulated depreciation. Assets are capitalised if they cost more than £500 and are expected to last more than one year.

Depreciation is calculated on a straight line method to write off the cost of fixed assets over their estimated useful economic lives as follows:

Computer equipment	25% per annum straight line
Fixtures and fittings	20% and 10% per annum straight line
Land and buildings	5% per annum straight line
Motor Vehicles	10% per annum straight line

(e) Debtors

Trade and other debtors are recognised at the settlement amount due.

(f) Cash at bank

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

(g) Creditors

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

(h) Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Foundation and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Foundation for particular purposes. The cost of raising and administering the funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Middlesbrough Football Club Foundation
(A Company Limited by Guarantee)

Notes to the Accounts for the Year Ended 31 August 2021

1 ACCOUNTING POLICIES ...continued

(i) Financial instruments

The Foundation only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

(j) Operating leases

Rentals paid under operating leases are charged to the Statement of Financial Activities as incurred.

(k) Pension scheme

The Foundation operates a fully insured, contributory defined contribution pension scheme for all employees. The Foundation contributions are charged to the SOFA in the period to which they relate.

(l) Judgements and Key sources of estimation uncertainty

In the application of the Foundation's accounting policies, which are described above, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

2 DONATIONS AND LEGACIES

	Unrestricted	Restricted	East Cleveland	2021	2020
	£	£	£	£	£
Middlesbrough Football Club Gifts in kind	126,236	-	-	126,236	170,603
Donations	52,421	-	525,000	577,421	539,230
Coronavirus Job Retention Scheme (CJRS)	31,943	-	-	31,943	98,830
	<u>210,600</u>	<u>-</u>	<u>525,000</u>	<u>735,600</u>	<u>808,663</u>

The £126,236 gift in kind costs (2020: £170,603) donated by Middlesbrough Football Club is an estimate of the value of staff time and donated facilities provided to Middlesbrough Football Club Foundation. The associated expenses are included within the Sports Participation costs as detailed in note 6.

The restricted donation £525,000 (2020: £525,109) has been requested to be spent in East Cleveland.

Income from donations and legacies for 2020 was £808,663, of which £525,109 was attributable to East Cleveland, £Nil restricted and £283,554 was attributable to unrestricted.

Middlesbrough Football Club Foundation
(A Company Limited by Guarantee)

Notes to the Accounts for the Year Ended 31 August 2021

3 INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted £	Restricted £	2021 £	2020 £
Education and Employability	96,139	316,974	413,113	420,609
Sport and Physical Activity	194,302	30,660	224,962	317,440
Health and Wellbeing	-	85,662	85,662	33,243
Social Inclusion and Community Cohesion	81,861	495,518	577,379	395,107
Interest Received	2,078	-	2,078	-
	<u>374,380</u>	<u>928,814</u>	<u>1,303,194</u>	<u>1,166,399</u>

Income from charitable activities for 2020 was £1,166,399 of which £751,980 was attributable to restricted and £414,419 was attributable to unrestricted.

4 INCOME FROM OTHER TRADING ACTIVITIES

	Unrestricted £	Restricted £	2021 £	2020 £
<i>Fundraising activities:</i>				
Fundraising	52,072	-	52,072	78,708
Sundry income	7,129	-	7,129	26,847
	<u>59,201</u>	<u>-</u>	<u>59,201</u>	<u>105,555</u>

Income from other trading activities for 2020 was £105,555 all of which was attributable to unrestricted.

5 COSTS OF RAISING FUNDS

	Unrestricted £	Restricted £	2021 £	2020 £
<i>Fundraising activities:</i>				
Staff costs	45,022	-	45,022	41,557
Equipment and consumables	25,419	-	25,419	8,028
Promotions & Events	4,865	-	4,865	3,110
Travel and tours	1,341	-	1,341	2,614
Other costs	-	-	-	268
	<u>76,647</u>	<u>-</u>	<u>76,647</u>	<u>55,577</u>

Costs of raising funds for 2020 was £55,577, all of which was attributable to unrestricted.

Middlesbrough Football Club Foundation
(A Company Limited by Guarantee)

Notes to the Accounts for the Year Ended 31 August 2021

6 EXPENDITURE ON CHARITABLE ACTIVITIES

	Education and Employ- ability £	Sport and Physical Activity £	Health and Wellbeing £	Social Inclusion and Community Cohesion £	Total 2021 £	Total 2020 £
Staff Costs	349,836	126,522	81,521	436,516	994,395	921,975
Equipment & Consumables	40,333	6,317	12,167	109,586	168,403	85,405
Travel & Tours	7,556	233	894	11,972	20,655	29,341
Depreciation	3,778	31,799	1,021	5,906	42,504	42,487
General Office Costs	-	-	4,196	-	4,196	500
Premises Costs	11,864	52,475	5,067	40,073	109,479	129,486
Training	7,940	127	355	13,019	21,441	19,113
Events	13,406	802	3,940	31,196	49,344	26,173
Other Costs	4,673	9,482	1,022	43,173	58,350	18,789
3G Pitches Sinking Fund	-	21,000	-	-	21,000	27,000
Support costs (see below)	82,710	8,000	22,352	129,300	242,362	301,202
Governance costs (note 7)	6,770	654	1,830	10,584	19,838	28,114
	528,866	257,411	135,365	831,325	1,751,967	1,629,585

Support Costs

	Education and Employ- ability £	Sport and Physical Activity £	Health and Wellbeing £	Social Inclusion and Community Cohesion £	Total 2021 £	Total 2020 £
Staff Costs	32,672	3,160	8,830	51,076	95,738	118,842
General office costs	9,488	918	2,564	14,832	27,802	40,900
Equipment & Consumables	6,642	643	1,794	10,385	19,464	4,202
Other Costs	2,846	275	769	4,449	8,339	500
Events	354	34	96	553	1,037	35,120
Premises costs	30,708	2,970	8,299	48,005	89,982	101,638
	82,710	8,000	22,352	129,300	242,362	301,202

Expenditure on charitable activities was £1,751,967 (2020: £1,629,585) of which £1,263,399 (2020: £1,023,764) was attributable to restricted and £488,568 (2020: £605,821) was attributable to unrestricted.

7 GOVERNANCE COSTS

	2021 £	2020 £
Staff costs	10,848	16,037
Trustees Insurance	1,355	985
Bank Charges	655	117
Legal fees	-	2,075
Audit & accountancy fees	6,980	8,900
	19,838	28,114

Middlesbrough Football Club Foundation
(A Company Limited by Guarantee)

Notes to the Accounts for the Year Ended 31 August 2021

8 NET INCOME FOR THE YEAR

This is stated after charging:-

	2021	2020
	£	£
Depreciation	42,504	42,487
Auditors remuneration – for audit	6,980	8,900
Operating lease rentals – equipment	1,125	1,788
	<u> </u>	<u> </u>

9 STAFF COSTS

	2021	2020
	£	£
Wages & salaries	1,041,181	1,009,904
Social Security costs	74,336	57,218
Pension costs	25,601	23,804
	<u> </u>	<u> </u>
	<u>1,242,561</u>	<u>1,090,926</u>

No employee received more than £60,000 per annum.

The average monthly head count for the year was 58 (2020: 64).

10 TAXATION

The Foundation is a Charity established under the Charities Act 2011. Accordingly, the Foundation is potentially exempt from taxation in respect of income or capital gains received within categories covered by part 10 of the ITA 2007 or section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied to exclusively charitable purposes.

11 TRUSTEES' AND KEY MANAGEMENT PERSONNEL REMUNERATION AND EXPENSES

None of the Trustees received any remuneration in the year (2020: £nil).

One Trustee had expenses in the year amounting to £122 (2020: £474) for travel and subsistence.

The total amount of employee benefits received by key management personnel is £53,632 (2019: £59,390). The Foundation considers its key management personnel comprise the Chief Executive/Head of Foundation. There is 1 (2020 - 1) key management person accruing pension arrangements.

Middlesbrough Football Club Foundation
(A Company Limited by Guarantee)

Notes to the Accounts for the Year Ended 31 August 2021

12 TANGIBLE FIXED ASSETS

	Land and Buildings £	Fixtures and Fittings £	Computer Equipment £	Motor Vehicles £	Total £
Cost					
At 1 September 2020	668,176	45,003	15,918	-	729,097
Additions	-	-	-	146,637	146,637
At 31 August 2021	668,176	45,003	15,918	146,637	875,734
Depreciation					
At 1 September 2020	443,866	12,001	3,980	-	459,847
Provided during year	33,420	5,100	3,984	-	42,504
At 31 August 2021	477,286	17,101	7,964	-	502,351
Net Book Value					
At 31 August 2021	190,890	27,902	7,954	146,637	373,383
At 31 August 2020	224,310	33,002	11,938	-	269,250

All tangible fixed assets were used for charitable purposes.

13 DEBTORS

	2021 £	2020 £
Trade debtors	70,521	34,216
Prepayments and accrued income	81,594	43,746
Other debtors	18,246	34,571
	170,361	112,533

14 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade creditors	40,988	47,031
Other taxes & social security costs	28,608	23,019
Accruals	15,758	16,760
Other creditors	1	12,214
Deferred income	189,390	163,898
	274,745	262,922

Middlesbrough Football Club Foundation
(A Company Limited by Guarantee)

Notes to the Accounts for the Year Ended 31 August 2021

15 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021 £	2020 £
Amounts owed to Middlesbrough Football Club	9,195	15,585
Deferred income	66,944	78,012
Other creditors	143,963	122,962
	<u>220,102</u>	<u>216,559</u>

Deferred income comprises funding received in advance for projects over a specific time period which overlaps the year end.

16 ANALYSIS OF NET ASSETS

Fund balances 31 August 2021 are represented by:-

	Unrestricted £	Restricted £	East Cleveland £	2021 £	2020 £
Tangible fixed assets	148,744	78,002	146,637	373,383	269,250
Current assets	926,215	178,332	772,352	1,876,899	1,696,285
Creditors falling due within one year	(85,355)	(189,390)	-	(274,745)	(262,922)
Creditors falling due after one year	(153,158)	(66,944)	-	(220,102)	(216,559)
	<u>836,446</u>	<u>-</u>	<u>918,989</u>	<u>1,755,435</u>	<u>1,486,054</u>

17 ANALYSIS OF MOVEMENT IN FUNDS

	Unrestricted £	Restricted £	East Cleveland £	2021 £	2020 £
At 1 September 2020	757,480	-	728,574	1,486,054	1,090,599
Incoming resources	644,181	928,814	525,000	2,097,995	2,080,617
Outgoing resources	(565,215)	(928,814)	(334,585)	(1,828,614)	(1,685,162)
At 31 August 2021	<u>836,446</u>	<u>-</u>	<u>918,989</u>	<u>1,755,435</u>	<u>1,486,054</u>

18 SHARE CAPITAL

The Foundation does not have any share capital and is limited by guarantee. The members of the Foundation are directors and their guarantee is limited to £1.

Middlesbrough Football Club Foundation
(A Company Limited by Guarantee)

Notes to the Accounts for the Year Ended 31 August 2021

19 RESTRICTED FUNDS FROM CHARITABLE ACTIVITIES

	Education and Employ- ability £	Sport and Physical Activity £	Health and Wellbeing £	Social Inclusion and Community Cohesion £	Total £
Balance at 1 September 2020	-	-	-	-	-
Received in year	316,974	30,660	85,662	495,518	928,814
Expended in year	(320,752)	(19,961)	(86,681)	(501,420)	(928,814)
Gross transfers between funds	3,778	(10,699)	1,019	5,902	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Balance at 31 August 2021	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

The monies received relate to grants made by the following bodies for the following purposes:-

Education income was granted by the Premier League Charitable Fund, British Land, Education Plus and local schools to support delivery of education in the local community. Income for 'Stepping Up' was provided by The English Football League Trust and the Premier League Charitable Fund and Professional Footballers Association. The #Iwill project was funded by Virgin Money Foundation and the Primary Stars programme received funding from The Premier League Charitable Fund and local schools for the delivery of Curriculum Physical Education. The Employability projects were funded by the English Football League Trust and Warwickshire College.

Sport and Physical Activity income was granted by North Riding County Football Association, Grandparents Plus and Women in Sport to deliver football and multi-sport activities to engage young people and adults in physical activity.

Health and wellbeing income was granted by the English Football League Trust for health prevention sessions in primary schools. The English Football League Trust also funded 'Tackling Loneliness Together' supporting isolated, elderly residents through the pandemic and 'Fit Fans' a programme supporting adults to lose weight and increase their levels of physical activity. A programme targeting refugees and asylum seekers to engage in their local community was funded via Middlesbrough Asylum Project and Amnesty International.

Social Inclusion and Community Cohesion income was granted by the Premier League Charitable Fund, the Police and Crime Commissioner for Cleveland and Children in Need for the delivery of 'Premier League Kicks'. The National Citizen Service Trust and The English Football League Trust supported the delivery of the National Citizen Service; and Kindred Group funded Team Talk, a programme engaging men to support their mental health. Disability projects were funded by North Riding County Football Association, The English Football League Trust and the Premier League Charitable Fund.

RESTRICTED FUNDS FROM DONATIONS – EAST CLEVELAND FUND

	2021 £	2020 £
Balance at 31 August 2020	728,574	435,309
Received in year	525,000	525,109
Expended in year	(334,585)	(231,844)
	<u> </u>	<u> </u>
Balance at 31 August 2021	918,989	728,574
	<u> </u>	<u> </u>

During the year a further donation was received for the East Cleveland Fund with a specific request that the funds should be spent as an ongoing project for the benefit of the population in East Cleveland.

Middlesbrough Football Club Foundation
(A Company Limited by Guarantee)

Notes to the Accounts for the Year Ended 31 August 2021

20 RELATED PARTY TRANSACTIONS

During the year Middlesbrough Football Club provided services, staff and facilities to the value of £126,236 (2020: £170,603).

At 31 August 2021 the Foundation owed £351 to Middlesbrough Football Club (2020: £27,419 was owed to Middlesbrough Football Club) in respect of services provided. The Foundation owed £9,195 to Middlesbrough Football Club (2020: £15,585) from a loan, which is repayable in more than one year. The Foundation provided £32,907 (2020: £17,287) of sundry services to Middlesbrough Football Club and was provided with £89,270 (2020: £93,514) of sundry services from Middlesbrough Football Club.

21 ULTIMATE CONTROLLING PARTY

The Trustees control the Foundation by virtue of their appointment to the board.

22 PENSION COSTS

The Foundation operates a fully insured contributory defined contribution pension scheme for all employees. The charge for the year amounted to £25,601 (2020: £23,804). The amount outstanding at 31 August 2021 was £5,677 (2020: £5,004).

23 RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021 £	2020 £
Net income for year	269,381	395,455
Add back depreciation of tangible fixed assets	42,504	42,487
(Increase)/Decrease in debtors	(57,828)	55,995
Increase/(Decrease) in creditors	15,366	(166,461)
Net cash flow from operating activities	<u>269,423</u>	<u>327,476</u>