

REGISTERED COMPANY NUMBER: 06676203 (England and Wales)

REGISTERED CHARITY NUMBER: 1126118

**REPORT OF THE TRUSTEES AND
AUDITED GROUP FINANCIAL STATEMENTS FOR THE PERIOD
ENDED 31 AUGUST 2020
FOR
POMPEY IN THE COMMUNITY**

POMPEY IN THE COMMUNITY

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FOR THE PERIOD ENDED 31 AUGUST 2020**

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POMPEY IN THE COMMUNITY
REPORT OF THE TRUSTEES
FOR THE PERIOD ENDED 31 AUGUST 2020

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 period ended 31st August 2020. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities'.

Reference and administrative details

Registered company number

06676203 (England and Wales)

Registered charity number

1126118

Registered office

Pompey in the Community
Anson Road
Portsmouth
PO4 8TB

Trustees

Alison Lee	
Stephen Frampton	
Melvin Hartley	- resigned 30 July 2020
Lucy Smith	
Forhad Ahmed	
Zmaragda Pearson	- resigned 12 February 2019
Christian Burgess	- resigned 13 July 2020
Steve Johnston	- resigned 5 July 2019
Trent Stamp	- appointed 25 June 2019
Bernadette Topham	- appointed 25 June 2019
Miles Henson	- appointed 19 July 2019
Neil Dunkley	- appointed 24 January 2020
Mark Catlin	- appointed 16 January 2020
Anna Mitchell	- appointed 16 January 2020
Michael Thornton	- appointed 24 January 2020

Chief Executive Officer

Clare Martin

Auditors

Morris Crocker Limited
Chartered Accountants
Registered Auditors
Station House
North Street
Havant
Hampshire PO9 1QU

Solicitors

Biscoes Solicitors
Kingston Place
Kingston Crescent
North End
Portsmouth
Hampshire PO9 8AQ

Bankers

Lloyds Bank
38 London Road
North End
Portsmouth
Hampshire PO2 0LR

POMPEY IN THE COMMUNITY

REPORT OF THE TRUSTEES FOR THE PERIOD ENDED 31 AUGUST 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Pompey in the Community is registered as a company limited by guarantee (registration no. 06676203) and as a charity (registration no. 1126118). Its governing instrument is its memorandum and articles of association. Every member of the charity undertakes to contribute £10 to its assets in the event of it being wound up.

Recruitment and appointment of Trustee Directors

Trustees are recruited to represent significant donors, funding bodies and also independence.

Trustees are appointed in accordance with the Articles of Association, by ordinary resolution in general meeting. Neither less than seven nor more than twenty eight days clear notice before the date of the meeting where a Trustee's appointment is to be considered, notice shall be given to those entitled to attend of the recommendation for appointment.

Induction and training of new Trustees

New Trustees are inducted through spending time with the CEO to enable a full appreciation of the charity's activities and how it operates. Training is offered through recommended Charity Commission training guidelines.

Organisational structure

The Board of Trustees aims to meet quarterly and there are sub-committees that meet more regularly covering development, membership, finance and audit.

A CEO is employed to manage the day to day operations of the charity including promotion of the charity's objectives, fund raising, financial control and management of all employees.

Purposes and aims

The charity's purpose is to benefit the public generally and in particular the inhabitants of Hampshire, West Sussex and the Isle of Wight and their surrounding areas. We seek to promote community participation in healthy recreation by providing facilities for the playing of football and other sports and activities capable of improving health and well-being.

This encompasses providing and assisting in providing facilities for sport, recreation or other leisure time occupations for people to benefit from these facilities by reason of their youth, age, infirmity, disability, poverty or social and economic circumstance, for the public at large in their interests of social welfare with the object of improving their conditions of life.

We aim to advance the education of children and young people through such means as the Trustees think fit in accordance with charity law and for the general purpose of such charitable bodies or for such other exclusively charitable purposes in each case as the Trustees may from time to time decide.

Public benefit

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities. The Trustees refer to public benefit throughout this report.

How our activities deliver public benefit

The charity aims to deliver benefit to our customers through reducing, or subsidising prices and providing access to the various activities free of charge which in many cases can lead to accreditation under various

For example, our after school clubs which provide continued access to sport after school hours for children is offered at £4.00 per session. Where we cover teaching time within schools this is charged at £26 per hour for one coach and £42 per hour for two coaches.

In relation to special inclusion and involving vulnerable or disabled people in the charity's activities these are provided free of charge through many of our programmes. A significant number of participants successfully complete courses and leave us with NVQ and BTEC level qualifications.

POMPEY IN THE COMMUNITY
REPORT OF THE TRUSTEES
FOR THE PERIOD ENDED 31 AUGUST 2020

Financial review

Pompey in the Community's account showed a surplus this year of £524,053 over the year. This leaves the charity above our desired Reserves of £400,000. However, the Trustees are working to ensure our cost savings continue to help ensure our Reserves are sustained. In respect of restricted activities, expenditure will continue to be kept in line with funding provisions.

Portsmouth Football Club

The relationship with the Club's current owners Portsmouth Football Club Limited (PFC) continues to be positive. Following the purchase by Tornante, headed up by Micael Eisner, ex-Disney CEO the relationship has continued to strengthen and manifests itself in many ways including player appearances, reward schemes, visits to the club's training facilities and player related learning materials as well as a generous allocation of match tickets for the charity's beneficiaries and the local community. The CEO of The Eisner Foundation, based in California, has joined the Trustee Board of PiTC to continue to develop and embed the relationship moving forward. This year Mark Catlin and Anna Mitchell, CEO and commercial Director of PFC respectively, also joined the Board. The key to the relationship is the ability for football - and more specifically Portsmouth Football Club - to inspire local young people and bring about positive social outcomes through the delivery of the charity's activities.

PiTC aims to deliver through four core aspects of activity; sports and coaching, community cohesion (inclusion and disability), health and education although many of our projects weave through several, if not all of the strands. We also deliver fan engagement activities on match days.

Sports and Coaching: PiTC's Sports and Coaching department works with between 6 and 7,000 youngsters a week during term time providing PE lessons, after school club, skills training centres throughout Portsmouth and the surrounding area. Of course, this year these numbers have reduced at times due to Covid-19 Lockdowns and school closures.

Covid-19 Repsonse: PiTC were one of the first repsonders to the Covid-19 emergency. During lockdown we delivered over 4,500 food parcels and over 1,000 care packages. Our comitted and enthusiastic staff worked with local volunteers, first team PFC players through the Hive, a charity set up to link community organisations with statutory bodies, to ensure a proactive and consitent reponse.

Move and Learn: Funded by Ferrero Rocher in partnership with the Football League Trust this is a six week programme of activities for Year 5 pupils and encourages a healthy lifestyle. Each session consists of an hour in the classroom and an hour of physical activity. We deliver this project to 1,800 pupils each academic year.

National Citizen Service: NCS is a programme, funded and managed by the Cabinet Office, which provides young people aged 16 to 17 years with the opportunity to take on new challenges, learn new skills and make a difference to the local community. PiTC are the sole delivery organisation in Portsmouth and expanded our contract to include the Isle of Wight from January 2020. The contract is currently a rolling one year contract with significant changes to delivery during 2020 due to Covid-19 restrictions.

Portsmouth Amputee FC: The Portsmouth FC Amputee Team continues to go from strength to strength. The team compete in the National League and hold their own in an ever growing competitive field.

Life and Chimes: This project is aimed at those with early dementia, their carers as well as older isolated people that would benefit from the activities. The group meet once a week and take part in physical activities, crafts and arts as well as group visits to memorable places all over the city including shows at The Guildhall and Kings Theatre as well as events to raise funds. Due to Covid-19 we have been unable to eet face to face since March 2020 but have continued to keep in touch with participants to support them through Lockdown and isolation.

Development Teams: PiTC now run boys and girls development centres in every age group from under 10s through to Under 16s when many participants move into our full time BTEC Football programme. Our BTEC Programme successfully expanded to include girls from September 2019 In May 2020 PFC Women also launched an adult development squad which provides a step up for our female students and completes the female player pathway.

POMPEY IN THE COMMUNITY

REPORT OF THE TRUSTEES FOR THE PERIOD ENDED 31 AUGUST 2020

Football Development Highbury College: In partnership with Highbury college this 11-a-side BTEC programme has proved hugely popular. Youngsters represent Portsmouth FC in the Southern Regional League as well as the CEFA league whilst studying for a Level 3 BTEC. Matches are played against high profile teams including Chelsea and Birmingham which is a real incentive for participants.

IOW College Programme: PiTC deliver the football programme that runs alongside BTEC delivery for the Isle of Wight College. They have a match programme that our coach also coordinates. The programme is very well received by the college and delivery works well with our Primary School coaching and after school clubs on the island.

Degree Programme: Graduates from both our Futsal and 11-a-side BTEC programmes are offered the opportunity to study for 3 years with us for a BSc in Sports Development in partnership with the University of South Wales.

Premier League Kicks: This project is part funded through the Premier League Community fund. The emphasis is on sport for social change and focuses on participants that wouldn't otherwise be able to afford to attend. Youngsters are also referred to the programme by both statutory bodies and other charities locally. The pathway for participants is to take part, volunteers, gain qualifications or accreditations and ultimately become a paid member of staff or move into alternative employment or educational opportunities. This year we had to move much of our delivery on-line.

Targeted Kicks: Comic Relief: An intensive 1:1 mentoring programme aimed at supporting 15 - 17 year olds transitioning from custodial care to support them back into the community and reduce the risk of re-offending and be able to contemplate a positive future. This programme is partly funded by Children in Need.

Re-Fit: A Sports Recovery Programme delivered in partnership with society of St James. The programme offers free sport, education and employment support who are affected by complex issues. Re-Fit also provides pathways into education, volunteering, with NVQ Health and Social Care being offered in partnership with St Vincent's College, Gosport.

Equality, Diversity and Inclusion; our EDI coordinator proactively in ensuring our all projects, programmes and activities are accessible and open to everyone, regardless of gender, sexuality, ethnicity, ability or disability, faith or age.

Premier League Primary Stars: funded through the Premier League Community Fund: this project aims to mentor Primary School Teachers in PE delivery as well as providing resources to deliver literacy, numeracy and PHSE for Primary Schools.

Kick Start Sport: Funded through Sport England provides opportunities for young people to gain qualifications and experience to give them the confidence to become involved in social action, volunteering and other opportunities.

Street Strong and run in partnership with Active communities Network and Motiv8 this project provides positive activities on the Eastern side of Portsmouth along with detached youth work to maximise engagement with those young people who will benefit most; it's aimed at reducing anti-social behaviour among 10-18 year olds across the city.

Wheels for All: Wheels for All is an inclusive cycling project that aims to provide a bicycle that everyone can use, regardless of their additional needs. Some bikes are handlebar pedalled, some have a space for a wheel chair to sit on the front and many are tandems. The project is run almost entirely by volunteers and we now have over 200 unique users each week.

POMPEY IN THE COMMUNITY
REPORT OF THE TRUSTEES
FOR THE PERIOD ENDED 31 AUGUST 2020

Reserves policy

Reserves are needed to bridge the gap between spending and receiving resources, to plan for any emergency or other expenditure that may be necessary from time to time.

The Trustees consider that the ideal level of reserves at 31st August 2020 is £400,000, being based on the Charity's ability to cover six month's net running costs in the eventuality that general funding is considerably reduced due to the current economic environment. Free reserves are currently £660,000. The excess reserves have been ringfenced and have been made available to spend on projects that will benefit beneficiaries in the future.

Review of the year

May 2019 Development Teams travel to Holland to take part in the Arnhem Cup. Three age group return as winners

June 2019 PiTC become charity partner of Gunwharf Quays

September 2019 As winners of EFL's Community Club of the Year 2019 PiTC's CEO is invited as Key Note Speaker to the EFL Trust's National Conference

November 2019 PiTC host the Rucksack Project with over 2,000 rucksacks for the homeless donated and redistributed in a single day

December 2019 PiTC host a community carol concert at Fratton Park with over 500 people in attendance. Hopefully, the first of a regular annual event

February 2020: PiTC win "EFL Community Project of the Year" for League 1 and present their project, ReFit, in Parliament.

March 2020: England enters National Lockdown due to Covid-19. PiTC work with the Hive to become primary responders for food deliveries. In total deliver over 4,500 food parcels and over 1,000 care packages to the local community.

April 2020: PiTC move projects on-line and introduce interactive activities including Blue Kitchen, Kicks, Primary Stars to ensure participants remain engaged and involved

July 2020 NCS "Keep Doing Good" programme delivered with PiTC delivering 160% of its targeted numbers

Over the course of the period, from June 2019 – August 2020 Pompey in the Community worked with 21,643 participants.

Plans for the future

Pompey in the Community is currently working with Moneyfields FC, Riversdale Developments, the football foundation and Portsmouth City council to develop a community hub on the current Moneyfields FC site. The developers are gifting PiTC 6 acres Freehold where we will then build two full size 3G pitches, a 5-a-side MUGA, a gym, boxing gym, classrooms and a community café to serve the local community. We are hoping to begin construction in Spring 2021.

Risk Management

Pompey in the Community consider our principal risks to be the League Position (or demotion) of our affiliated club which would make us ineligible for many of our current funding streams. Other risks include Health and Safety risks with staff working out in the community, often with vulnerable young people. We keep an extensive risk register which considers all manner of Finance, Health and Safety, Transport and Travel, HR and Security risks. We also keep a separate "project based" risk Register that logs, project by project, potential risks to the business. We visit both Risk Registers on an annual basis to ensure they're up to date and consider how to manage those risks within our control and mitigate those that aren't.

POMPEY IN THE COMMUNITY
REPORT OF THE TRUSTEES
FOR THE PERIOD ENDED 31 AUGUST 2020

Key Management Personnel

Pay is set throughout the organisation dependent upon qualifications, experience and responsibility as well as incremental rises which reflect time served within the organisation. We have a subcommittee of the Trustees Board that considers remuneration and we also consult with external experts to provide insight and an independent viewpoint. The Trustees set the pay of a small, defined group our most senior managers, and those managers are left to determine pay for the rest of the staff.

**REPORT OF THE TRUSTEES
FOR THE PERIOD ENDED 31 AUGUST 2020**

Statement of Trustees Responsibilities

The trustees (who are also the directors of Pompey 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).

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 the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group 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;
- 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 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.

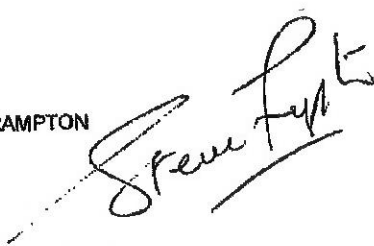
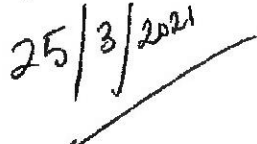
In so far as the trustees are aware:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the group's auditor is unaware, and
- the trustees, having made enquiries of fellow directors and the group's auditor that they ought to have individually taken, have each taken all steps that they are obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

On Behalf of the Board:

STEPHEN FRAMPTON

Date:

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

Opinion

We have audited the financial statements of Pompey in the Community and its subsidiaries for the period ended 31 August 2020 on pages 10 to 27, which comprise the Consolidated Statement of Financial Activities, the Group and Charity Balance Sheets and Cashflow Statements 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, including Financial Reporting Standard FRS 102 'The Financial Reporting Standard Applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31 August 2020 and of the group's 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 Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charity 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

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

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

Other information

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group 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 set out on page 7, 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 group and parent charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group or parent charity or to cease operations, or have no realistic alternative but to do so.

Our 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.

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/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

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 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 group and the parent charity and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Paul Underwood (Senior Statutory Auditor)
for and on behalf of Morris Crocker Limited
Chartered Accountants
Statutory Auditors
Station House
North Street
Havant
Hampshire
PO9 1QU
Date: 19 May 2021



POMPEY IN THE COMMUNITY

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING A CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT)
FOR THE PERIOD ENDED 31 AUGUST 2020**

	Notes	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
INCOME FROM					
Donations and legacies	5	254,754	188,619	443,373	252,353
Charitable activities					
Sports and education	6	1,507,866	644,524	2,152,390	1,915,446
Other trading activities					
Other trading activities	2	-	-	-	-
Investment income	4	76,910	-	76,910	117
Commercial trading operations	3	56,287	-	56,287	71,093
Investment income	5	-	-	-	-
Total		<u>1,895,817</u>	<u>833,143</u>	<u>2,728,960</u>	<u>2,239,009</u>
EXPENDITURE ON					
Raising funds					
Commercial trading operations	3	27,015	-	27,015	21,690
Charitable activities					
Sports and education	7	1,340,888	837,004	2,177,892	2,112,195
Total		<u>1,367,903</u>	<u>837,004</u>	<u>2,204,907</u>	<u>2,133,885</u>
Net income/(expenditure)		527,914	(3,861)	524,053	105,124
Transfers between funds	20	-	-	-	-
Taxation (trading subsidiary only)	10	-	-	-	-
Net movement in funds		527,914	(3,861)	524,053	105,124
RECONCILIATION OF FUNDS					
Total funds brought forward		299,747	35,174	334,921	229,797
TOTAL FUNDS CARRIED FORWARD		<u>827,661</u>	<u>31,313</u>	<u>858,974</u>	<u>334,921</u>

**CONSOLIDATED AND CHARITY BALANCE SHEETS
AS AT 31 AUGUST 2020**

	Notes	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
FIXED ASSETS					
Tangible assets	14	391,831	128,428	388,045	121,649
Investments	15	-	-	1	1
		<u>391,831</u>	<u>128,428</u>	<u>388,046</u>	<u>121,650</u>
CURRENT ASSETS					
Debtors	16	151,725	306,961	230,913	344,636
Cash at bank and in hand		928,243	587,258	850,252	554,194
		<u>1,079,968</u>	<u>894,219</u>	<u>1,081,165</u>	<u>898,830</u>
CREDITORS					
Amounts falling due within one year	17	(385,275)	(687,726)	(383,041)	(685,913)
NET CURRENT ASSETS		<u>694,693</u>	<u>206,493</u>	<u>698,124</u>	<u>212,917</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		1,086,524	334,921	1,086,170	334,567
CREDITORS					
Amounts falling due in more than one year	18	(227,550)	-	(227,550)	-
NET ASSETS		<u>858,974</u>	<u>334,921</u>	<u>858,620</u>	<u>334,567</u>
FUNDS					
Restricted funds	21	31,313	35,174	47,413	48,774
Unrestricted funds	21	827,661	299,747	811,207	285,793
TOTAL FUNDS		<u>858,974</u>	<u>334,921</u>	<u>858,620</u>	<u>334,567</u>

The financial statements were approved by the Board of Trustees on ... 25/3/2021 ... and were signed on its behalf by:


ALISON LEE


STEPHEN FRAMPTON

POMPEY IN THE COMMUNITY

**STATEMENT OF CASH FLOWS AND CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 AUGUST 2020**

	Notes	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Cash flows from operating activities					
Cash generated from operations	27	614,442	68,399	569,515	49,651
		<u>614,442</u>	<u>68,399</u>	<u>569,515</u>	<u>49,651</u>
Cash flows from investing activities					
Interest received		76,910	117	76,910	117
Purchase of tangible fixed assets		<u>(350,367)</u>	<u>(31,678)</u>	<u>(350,367)</u>	<u>(27,858)</u>
Cash provided by (used in) investing activities		<u>(273,457)</u>	<u>(31,561)</u>	<u>(273,457)</u>	<u>(27,741)</u>
Change in cash and cash equivalents in the reporting period		340,985	36,838	296,058	21,910
Cash and cash equivalents at the beginning of the reporting period		587,258	550,420	554,194	532,284
Total cash at the end of the year		928,243	587,258	850,252	554,194

ANALYSIS OF CHANGES IN NET (DEBT)/FUNDS

	At 01.6.19 £	Cash flow £	At 31.8.20 £
Net cash			
Cash at bank	587,258	340,985	928,243
	<u>587,258</u>	<u>340,985</u>	<u>928,243</u>
Debt			
Debts falling due after 1 year	-	(227,550)	(227,550)
	<u>-</u>	<u>(227,550)</u>	<u>(227,550)</u>
Total	<u>587,258</u>	<u>113,435</u>	<u>700,693</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 AUGUST 2020

1. ACCOUNTING POLICIES

Accounting convention

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with 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) - (Charities SORP (FRS 102)), and the Companies Act 2006.

The Trustees consider that there are no material uncertainties regarding the charitable company's ability to continue as a going concern.

Group financial statements

These financial statements consolidate the results of the charity and its wholly owned subsidiary, Pompey Foundation Trading Company Limited, on a line by line basis. A separate statement of financial activities and income and expenditure account are not presented for the charity itself following the exemptions afforded by section 408 of the Companies Act 2006.

Incoming resources

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the items of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income from charitable activities includes income received under contract or where entitlement to grant funding is subject to specific performance conditions.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

Income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

Volunteers and donated services and facilities

The value of services provided by volunteers is not incorporated into these financial statements.

Where services are provided to the charity as a donation that would normally be purchased from our suppliers, this contribution is included in the financial statements at an estimate based on the value of the contribution to the charity.

Resources expended

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

- Costs of generating funds are those costs incurred in attracting voluntary income.
- Charitable activities include expenditure associated with providing sport and education to the charity's beneficiaries.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD ENDED 31 AUGUST 2020

1. ACCOUNTING POLICIES - continued

Resources expended (continued)

- Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.
- Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

Irrecoverable VAT

All resources expended are classified under activity headings that aggregate all costs related to the category. Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

Tangible fixed assets

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

Leasehold property	- 2% straight line
Leasehold improvements	- 20% straight line
Fixtures, fittings and office equipment	- 20% and 33% straight line
Sports equipment	- 20% straight line
Motor vehicles	- 20% reducing balance

Tangible fixed assets costing £500 or more are capitalised at cost.

Taxation

The charity is exempt from corporation tax on its charitable activities. Corporation tax is payable by the trading company on its taxable profits.

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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the statement of financial activities over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the statement of financial activities on a straight line basis over the period of the lease.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD ENDED 31 AUGUST 2020

1. ACCOUNTING POLICIES - continued

Pensions 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 only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable investments in stocks and shares. The measurement basis used for these financial instruments is detailed below.

Debtors & cash at bank

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due. Cash at bank and in hand includes cash held on deposit or in a current account.

Creditors and provisions

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

2. FINANCIAL ACTIVITIES OF THE CHARITY

The financial activities shown in the consolidated statement includes those of the charity's wholly owned subsidiary, Pompey Foundation Trading Company Limited.

A summary of the financial activities undertaken by the charity is set out below:

	2020	2019
	£	£
Total incoming resources	2,701,945	2,217,319
Total expenditure on charitable activities	(2,177,892)	(2,112,195)
Net outgoing resources	524,053	105,124
Total funds brought forward	334,567	229,443
Total funds carried forward	858,620	334,567
Represented by:		
Restricted funds	47,413	48,774
Unrestricted funds	811,207	285,793
	858,620	334,567

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD ENDED 31 AUGUST 2020

3. INCOME FROM COMMERCIAL TRADING OPERATIONS

The charity's wholly owned trading subsidiary, Pompey Foundation Trading Company Limited, which is incorporated in England and Wales, pays all but a small proportion of its profits to the charity. Pompey Foundation Trading Company Limited receives sponsorship and undertakes other activities such as stadium tours. The following is an extract of the financial statements of Pompey Foundation Trading Company Limited for the period ended 31 August 2020:

	2020 £	2019 £
Turnover	56,287	71,093
Cost of sales and administrative expenses	(27,015)	(21,690)
Profit before tax	29,272	49,403
Corporation tax (see note 10)	-	-
Profit after tax	29,272	49,403
Profits distributed to the charity	(29,272)	(49,403)
Retained in subsidiary	-	-
The assets and liabilities of the subsidiary were:		
Fixed assets	3,786	6,779
Current assets	78,888	33,943
Current liabilities	(82,318)	(40,366)
Net assets	355	356
Aggregate share capital and reserves	356	356

4. INVESTMENT INCOME

All investment income is derived from cash deposits held within the United Kingdom.

5. DONATIONS AND LEGACIES

	2020 £	2019 £
Donations	169,503	216,553
Donated goods and services	41,775	35,800
Grants	232,095	-
	443,373	252,353

Donated goods and services relate to game tickets and kits of £12,075 (2019 - £16,100), player appearances of £2,500 (2019 - £2,500), PFC intellectual and commercial rights of £7,000 (2019 - £7,000), advertising and marketing of £6,700 (2019 - £9,700), communications of £500 (2019 - £500) and Legal costs of £13,000 provided to the charitable company by Portsmouth Community Football Club Limited without charge during the year.

Grants received included in the above, are as follows:

	2020 £	2019 £
Job retention scheme	187,095	-
Martin Lewis emergency fund	20,000	-
Portsmouth City Council	25,000	-

POMPEY IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD ENDED 31 AUGUST 2020

6. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Skill training centres	39,622	561	40,183	48,552
Advanced training centres	20,572	-	20,572	25,682
After school clubs	104,621	(16)	104,605	123,119
Holiday courses	98,793	-	98,793	105,071
Other courses and coaching income	129,408	(1,106)	128,302	243,016
Primary School Sports	-	87,500	87,500	70,000
South West Trains	-	-	-	5,350
Southern Water	-	2,824	2,824	15,298
Premier League Kicks	-	169,500	169,500	89,300
Health trainer	12,524	-	12,524	30,094
No Limits CIN	-	10,325	10,325	41,300
National Citizen Service	756,786	-	756,786	637,098
Positive Activities	-	41,135	41,135	-
FA Women and Girls	-	10,417	10,417	22,024
Pompey Power Chair	-	2,025	2,025	7,575
Portsmouth Amputee Irwin Mitchell	-	1,218	1,218	207
IOW Degree Programme	-	26,400	26,400	24,000
Spirit of Rugby	-	4,900	4,900	(4,900)
Kinder Sport Move & Learn	-	33,700	33,700	17,073
Sub Total Carried Forward	1,162,326	389,383	1,551,709	1,499,859

POMPEY IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD ENDED 31 AUGUST 2020

6. INCOME FROM CHARITABLE ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Sub Total Brought Forward	1,162,326	389,383	1,551,709	1,499,859
Junior Premier League	85,296	-	85,296	91,280
Your Fratton	-	4,250	4,250	17,000
Wheels 4 All	-	500	500	2,686
Post 16 Education	209,397	-	209,397	115,066
Quality Improvement Fund	32,500	-	32,500	12,535
Grow The Game Income	-	1,100	1,100	4,300
Challenge Pompey - Sport England	-	39,506	39,506	39,037
Building a stronger Britain	-	-	-	30,880
Safer communities Fund	-	21,947	21,947	24,166
FA - Respect Fund	-	-	-	4,412
Wild cats	-	-	-	450
Kicks Start Volunteer	-	5,000	5,000	15,000
Network Rail	-	6,375	6,375	1,875
Community integrated care	-	333	333	4,167
Energise Me	-	4,000	4,000	1,000
Play Upcycle Pompey	-	(167)	(167)	-
TAWS - Motiv8	-	5,017	5,017	-
Academy Education - LFE	-	19,584	19,584	-
Football Fans In Training - EFL	-	3,415	3,415	-
PAN disability - Adults	54	-	54	-
Every Player Counts - WNST	-	10,000	10,000	-
Landsec/Gunwharf	-	2,145	2,145	-
PCC - For Re:Fit	-	24,166	24,166	-
Covid 19 - Emergency Cover	1,949	72,917	74,866	-
PL Pompey Fans' Ambassador	-	1,780	1,780	-
EFL Infrastructure	-	8,000	8,000	-
Tackling Loneliness Together	-	6,000	6,000	-
Miscellaneous fees and income	16,344	19,273	35,617	51,733
	<u>1,507,866</u>	<u>644,524</u>	<u>2,152,390</u>	<u>1,915,446</u>

POMPEY IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD ENDED 31 AUGUST 2020

7. CHARITABLE ACTIVITIES COSTS

	Direct expenditure £	Support costs (see note 8) £	Total 2020 £	Total 2019 £
Sports and education				
Wages and salaries	1,216,060	10,966	1,227,026	1,090,735
Subcontractors and consultants	15,659	1,706	17,365	33,807
Venue hire	110,056	-	110,056	144,245
Sports equipment	9,272	588	9,860	39,351
Tickets and kits from Portsmouth FC	12,075	-	12,075	16,100
Intellectual and commercial rights from Portsmouth FC	-	7,000	7,000	7,000
Legal costs (paid by Portsmouth FC)	-	13,000	13,000	-
Player appearance costs	2,500	-	2,500	2,500
Other course costs	383,538	5,187	388,725	340,461
Motor vehicle hire and expenses	57,341	18,013	75,354	67,851
Office equipment hire and maintenance	748	25,947	26,695	31,264
Printing, postage and stationery	6,246	14,828	21,074	22,879
Telephone	7,845	12,944	20,789	19,175
Travel and subsistence	37,031	825	37,856	64,967
Legal and professional fees	1,701	17,087	18,788	24,141
Premises expenses	1,889	64,700	66,589	70,239
Staff and volunteer training	1,204	350	1,554	4,967
Publicity and marketing	4,151	7,064	11,215	23,918
Keyfort	24,300	-	24,300	22,014
Sundry expenses	918	3,728	4,646	4,203
Bank and credit card charges	5,512	5,179	10,691	15,224
Bad debts	(1,758)	(7,352)	(9,110)	(4,234)
Depreciation	3,254	76,590	79,844	71,388
	<u>1,899,541</u>	<u>278,351</u>	<u>2,177,892</u>	<u>2,112,195</u>

8. SUPPORT COSTS

	Management	Governance	Total 2020 £	2019 £
Sports and education	273,151	5,200	278,351	298,230
	<u>273,151</u>	<u>5,200</u>	<u>278,351</u>	<u>298,230</u>
Governance costs			2020 £	2019 £
Auditors' remuneration			5,200	5,080
Auditors' remuneration - non audit			-	360
			<u>5,200</u>	<u>5,440</u>

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD ENDED 31 AUGUST 2020**

9. NET OUTGOING RESOURCES - GROUP

Net resources are stated after charging:

	2020	2019
	£	£
Auditors' remuneration	6,377	6,910
Auditors' remuneration - non audit work	-	360
Other operating leases	82,649	84,453
Depreciation - owned assets	81,931	71,548
Depreciation - assets held under finance leases	906	1,208
	<u>1,236,618</u>	<u>1,099,429</u>

10. TAXATION

The company is a registered charity and no provision is considered necessary for taxation.

11. TRUSTEES' REMUNERATION AND BENEFITS

No trustees' received remuneration or other benefits during the year ended 31 May 2019 nor for the period ended 31 May 2020.

Trustees' Expenses

During the year no trustees (2019: none) were reimbursed for out of pocket expenses.

12. STAFF COSTS

	2020	2019
	£	£
Wages and salaries	1,138,236	1,013,403
Social security costs	79,671	66,074
Employers pension costs	17,580	10,617
Redundancies	1,131	9,335
	<u>1,236,618</u>	<u>1,099,429</u>

The average monthly number of employees (full time equivalent) during the year was as follows:

	2020	2019
	Number	Number
Charitable	35	43
Support	10	9
	<u>45</u>	<u>52</u>

No employee had annual emoluments of more than £60,000 per annum this year or in the previous period.

POMPEY IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD ENDED 31 AUGUST 2020

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total 2019 £
INCOME FROM			
Donations and legacies	242,642	9,711	252,353
Charitable activities			
Sports and education	1,458,495	456,951	1,915,446
Other trading activities			
Other trading activities	-	-	-
Investment income	117	-	117
Commercial trading operations	71,093	-	71,093
Total	1,772,347	466,662	2,239,009
EXPENDITURE ON			
Raising funds			
Commercial trading operations	21,690	-	21,690
Charitable activities			
Sports and education	1,656,826	455,369	2,112,195
Total	1,678,516	455,369	2,133,885
Net (expenditure)/income	93,831	11,293	105,124
Transfers between funds	(9,695)	9,695	-
Taxation (trading subsidiary only)	-	-	-
Net movement in funds	84,136	20,988	105,124
RECONCILIATION OF FUNDS			
Total funds brought forward	215,611	14,186	229,797
TOTAL FUNDS CARRIED FORWARD	299,747	35,174	334,921

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD ENDED 31 AUGUST 2020

14. TANGIBLE FIXED ASSETS - GROUP

	Leasehold property £	Sports equipment £	Fixtures, fittings and office equipment £	Motor vehicles £	Asset under construction £	Total £
COST						
At 1 June 2019	242,693	20,737	107,992	53,800	-	425,222
Additions	300,000	1,627	12,483	-	36,257	350,367
Disposals	-	(13,335)	(30,756)	-	-	(44,091)
At 31 August 2020	542,693	9,029	89,719	53,800	36,257	731,498
DEPRECIATION						
At 1 June 2019	177,418	16,156	60,325	42,895	-	296,794
Charge for year	54,205	1,797	20,610	6,225	-	82,837
Eliminated on disposals	-	(12,405)	(27,559)	-	-	(39,964)
At 31 August 2020	231,623	5,548	53,376	49,120	-	339,667
NET BOOK VALUE						
At 31 August 2020	311,070	3,481	36,343	4,680	36,257	391,831
At 31 May 2019	65,275	4,581	47,667	10,905	-	128,428
TANGIBLE FIXED ASSETS - CHARITY						
	Leasehold property £	Sports equipment £	Fixtures, fittings and office equipment £	Motor vehicles £	Asset under construction £	Total £
COST						
At 1 June 2019	242,693	19,087	100,972	45,600	-	408,352
Additions	300,000	1,627	12,483	-	36,257	350,367
Disposals	-	(13,335)	(30,756)	-	-	(44,091)
At 31 August 2020	542,693	7,379	82,699	45,600	36,257	714,628
DEPRECIATION						
At 1 June 2019	177,418	15,551	58,214	35,520	-	286,703
Charge for year	54,205	1,384	18,855	5,400	-	79,844
Eliminated on disposals	-	(12,405)	(27,559)	-	-	(39,964)
At 31 August 2020	231,623	4,530	49,510	40,920	-	326,583
NET BOOK VALUE						
At 31 August 2020	311,070	2,849	33,189	4,680	36,257	388,045
At 31 May 2019	65,275	3,536	42,758	10,080	-	121,649

Fixtures, fittings and office equipment includes assets totalling £6,040 (2019: £6,040) held under finance lease. Depreciation to date is £6,040 (2019: £5,134).

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD ENDED 31 AUGUST 2020

15. INVESTMENTS - CHARITY ONLY

Investments represent the charity's shareholding in its trading company, Pompey Foundation Trading Company Limited (company no. 06930934), of 1 ordinary £1 share.

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2020	Group 2019	Charity 2020	Charity 2019
	£	£	£	£
Trade debtors	21,330	32,744	21,222	32,099
Social security and other taxes	4,807	-	4,153	-
Pompey Foundation Trading Company Limited	-	-	80,084	38,553
Other debtors and accrued income	104,029	64,898	104,029	64,898
Prepayments	21,559	209,319	21,425	209,086
	<u>151,725</u>	<u>306,961</u>	<u>230,913</u>	<u>344,636</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group 2020	Group 2019	Charity 2020	Charity 2019
	£	£	£	£
Trade creditors	89,516	179,509	88,940	179,376
Other creditors	13,298	20,178	13,298	20,178
Accrued expenses	31,112	32,114	29,454	30,434
Deferred income (see below)	251,349	455,925	251,349	455,925
	<u>385,275</u>	<u>687,726</u>	<u>383,041</u>	<u>685,913</u>

18. CREDITORS: AMOUNTS FALLING DUE IN MORE THAN ONE YEAR

	Group 2020	Group 2019	Charity 2020	Charity 2019
	£	£	£	£
Other creditors	227,550		227,550	
	<u>227,550</u>	<u>-</u>	<u>227,550</u>	<u>-</u>

DEFERRED INCOME

Deferred income relates to funding received from various funders that are for a future accounting period.

	Group 2020	Group 2019	Charity 2020	Charity 2019
	£	£	£	£
Brought forward	455,925	481,705	455,925	481,455
Amount released to incoming resources	(455,925)	(481,705)	(455,925)	(481,455)
Amount deferred in year	251,349	455,925	251,349	455,925
Carried forward	<u>251,349</u>	<u>455,925</u>	<u>251,349</u>	<u>455,925</u>

POMPEY IN THE COMMUNITY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE PERIOD ENDED 31 AUGUST 2020

19. SECURED DEBTS

The following secured debts are included within creditors:

	2020	2019
	£	£
Loans	227,550	-

The long term liability is secured over the Leasehold Property at Anson Road.

The interest free mortgage is with Portsmouth Football Club who has a 10 year option to acquire the property at market rate.

20. OPERATING LEASE COMMITMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020	2019
	£	£
Expiring:		
Within one year	55,671	65,336
Between one and five years	76,710	89,823
	132,381	155,159

21. MOVEMENT IN FUNDS

Analysis of unrestricted fund movements

	Balance at At 1.6.19	Incoming resources	Resources expended	Transfers	Balance at At 31.8.20
	£	£	£	£	£
General fund	299,747	1,895,817	(1,367,903)	-	827,661

Analysis of restricted fund movements

	Balance at At 1.6.19	Incoming resources	Resources expended	Transfers	Balance at At 31.8.20
	£	£	£	£	£
No Limits - CIN	(665)	10,326	(9,661)	-	-
Premier League Kicks	4,256	170,267	(164,250)	-	10,273
Primary Stars	1,761	87,500	(84,073)	-	5,188
Kick Start Sport	15,167	39,516	(32,670)	-	22,013
Covid-19		260,013	(260,013)	-	-
Other Restricted Funds	14,655	265,521	(286,337)	-	(6,161)
	35,174	833,143	(837,004)	-	31,313

The transfers from restricted to unrestricted funds relate to funds on which restrictions have been satisfied and therefore are no longer considered to be restricted funds.

Restricted funds in deficit all have sufficient funding in 2020/21 to cover any shortfalls.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD ENDED 31 AUGUST 2020

- 21** During the year, restricted money was received from Pompey Foundation Trading Company Limited, a subsidiary of Pompey In the Community. As Intragroup income and expenditure is eliminated on consolidation of the group accounts the restricted income is eliminated in the parent charity and the unrestricted expenditure in the trading company is eliminated, giving a fall in the group accounts to a lower restricted balance for this fund.

Premier League Kicks: This project is part funded through the Premier League Community fund. The emphasis is on sport for social change and focuses on participants that wouldn't otherwise be able to afford to attend.

Primary Stars: Funded through the Premier League Community Fund, this project aims to mentor Primary School Teachers in PE delivery as well as providing resources to deliver literacy, numeracy and PHSE for Primary Schools.

Kick Start Sport: Kick Start Sport is funded through Sport England and uses the power of sport to engage young people in volunteering and social actions, usually with younger children aged 11-14.

Children in Need: No Limits provides opportunities for young people with special needs to take part in sporting activities both in the community and after school settings. Extension, family based activities then enable the young people to share opportunities with siblings, parents and carers.

Covid-19: This is funding received to support the charity throughout the Coronavirus pandemic.

Other Restricted Funds: This relates to restricted funds that individually are not material.

MOVEMENT IN FUNDS

Comparatives for movement in funds

Analysis of unrestricted fund movements

	Balance at At 1.6.18 £	Incoming resources £	Resources expended £	Transfers £	Balance at At 31.5.19 £
General fund	215,611	1,772,347	(1,678,516)	(9,695)	299,747

Analysis of restricted fund movements

	Balance at At 1.6.18 £	Incoming resources £	Resources expended £	Transfers £	Balance at At 31.5.19 £
No Limits - CIN	508	41,375	(42,548)	-	(665)
Premier League Kicks	6,564	90,473	(92,781)	-	4,256
Primary Stars	(2,507)	70,000	(65,732)	-	1,761
Kick Start Sport	(7,656)	39,037	(26,454)	10,240	15,167
Other Restricted Funds	17,277	225,777	(227,854)	(545)	14,655
	14,186	466,662	(455,369)	9,695	35,174

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD ENDED 31 AUGUST 2020

23. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds £	Restricted funds £	2020 Total funds £
Fixed assets	391,831	-	391,831
Current assets	942,689	137,279	1,079,968
Current liabilities	(506,859)	(105,966)	(612,825)
	<u>827,661</u>	<u>31,313</u>	<u>858,974</u>

24. RELATED PARTY TRANSACTIONS**Portsmouth Football Club**

The following transactions took place with Portsmouth Community Football Club Ltd (PCFC) a company with which there either was or are common directors, and companies with whom the charity was or is financially dependent:

	2020 £	2019 £
PCFC		
Donated goods and services provided to the charity	41,775	35,800
Amounts owed (by)/to the charity at the balance sheet date	(11,730)	(1,329)

Additionally, the charity is also dependent on the goodwill of PCFC in allowing it to use its brand inventory without charge.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD ENDED 31 AUGUST 2020

- 24** The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Transactions between group entities which have been eliminated on consolidation are not disclosed within the financial statements.

Biscoes

A company with a common trustee director and partner provided legal services to the charity during the year for a sum of £900 (2019: £nil). At the year end, £nil (2019: £nil) was owed to Biscoes.

KSM Communications Limited

A company with a common trustee director provided ethernet charges to the charity during the year for a sum of £1,920 (2019: £nil). At the year end, £nil (2019: £nil) was owed to KSM Communications Limited.

25. ULTIMATE CONTROLLING PARTY

The charitable company is under the control of its members. No one member has overall control of the charitable company.

26. SHARE CAPITAL AND LIABILITY OF MEMBERS

The charitable company is limited by guarantee and its members have undertaken to contribute to the assets of the company in the event of it being wound up such amount as may be required not exceeding £10.

27. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Net movement in funds	524,053	105,124	524,053	105,124
Depreciation charge	82,837	72,756	79,844	71,388
Loss/(profit) on disposal of fixed assets	4,127	-	4,127	-
Interest received	(76,910)	(117)	(76,910)	(117)
(Increase)/decrease in debtors	155,236	(32,630)	113,723	(50,150)
Increase/(decrease) in creditors	(74,901)	(76,734)	(75,322)	(76,594)
	<u>614,442</u>	<u>68,399</u>	<u>569,515</u>	<u>49,651</u>

28. KEY MANAGEMENT PERSONNEL

The key management personnel of the parent charity, comprise the trustees, the Chief Executive Officer, Head of Finance, Head of Sports and Coaching and the Commercial and Marketing Manager. The total employee benefits of the key management personnel of the charity were £173,524 (2019: £156,313).

29. PENSION COMMITMENT

The charitable company operates a defined contribution scheme. The costs to the charitable company for the year was £17,580 (2019: £10,617). At the year end the charitable company owed £nil (2019: £nil) to the scheme.