



Wolverhampton Wanderers Foundation

Trustees' report and financial statements

For the year ended 31 May 2021

Wolverhampton Wanderers Foundation
(A company limited by guarantee)

Contents

| | Page |
|---|----------------|
| Reference and administrative details of the Charity, its Trustees and advisers | 1 |
| Trustees' report | 2 - 8 |
| Independent auditor's report on the financial statements | 9 - 12 |
| Statement of financial activities | 13 |
| Balance sheet | 14 |
| Statement of cash flows | 15 |
| Notes to the financial statements | 16 - 35 |

Wolverhampton Wanderers Foundation
(A company limited by guarantee)

Reference and administrative details of the Charity, its Trustees and advisers
For the year ended 31 May 2021

| | |
|----------------------------------|--|
| Trustees | K Rogers, Chair (appointed 4 November 2021) M Wild N Malhotra (resigned 31 August 2021) A Purssell C Tonks K Rogers R Skirrow I Millard (resigned 25 September 2020) A Khan (appointed 7 October 2021) |
| Company registered number | 06625967 |
| Charity registered number | 1126799 |
| Registered office | Molineux Stadium Waterloo Road Wolverhampton WV1 4QR |
| Company secretary | Muckle Secretary Limited |
| Head of Foundation | Will Clowes |
| Independent auditor | Dains LLP 15 Colmore Row Birmingham B3 2BH |
| Bankers | Barclays Bank PLC 15 Colmore Row Birmingham B3 2BH |
| Solicitors | Muckle LLP Time Central 32 Gallowgate Newcastle upon Tyne NE1 4BF |

Wolverhampton Wanderers Foundation
(A company limited by guarantee)

Trustees' report
For the year ended 31 May 2021

The Trustees present their annual report together with the audited financial statements of the Charity for the year 1 June 2020 to 31 May 2021. The Annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the Charity qualifies as small under section 382 of the Companies Act 2006, the Strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Overview

Wolverhampton Wanderers Foundation (WWF) is the official charity of Wolverhampton Wanderers Football Club ('Wolves'). WWF works collaboratively with a number of local partners which have helped to focus, inform and joint-fund the delivery of WWF's core charitable objectives. Partners include the football club owners Fosun, Wolverhampton's Public Health Team & Clinical Commissioning Group, City of Wolverhampton College, University of Wolverhampton and West Midlands Police. WWF also works with national organisations, including the Premier League Charitable Fund, The Professional Footballers Association, The English Football League Trust and The Football Association ("FA").

Wolverhampton Wanderers Foundation like to thank all Wolves fans and regular contributors to the charity, whether it be those supporters purchasing Wolverhampton Wanderers Foundation activities, volunteers or public donations. The continued backing and generosity is much appreciated.

This kind of support is crucial for the ongoing success of Wolverhampton Wanderers Foundation and the successful implementation of its strategic plans.

Key strategic partners have helped to shape and drive the charity's core objectives, which directly meet the City's most pressing needs. They are: Health & Wellbeing, Cohesion & Inclusion, Education & Skills, Sport.

The Wolverhampton Wanderers Foundation Trustees have fully reviewed these objectives – and continue to do so via the quarterly meetings – and believe they remain as the most targeted and appropriate areas of focus for Wolverhampton Wanderers Foundation.

Wolverhampton Wanderers Foundation is legally separate from Wolves. However, the Club and the Foundation are inextricably linked, and Wolves continues to provide free office space and access to professional services (Health & Safety, HR, Safeguarding and IT, for example).

Payroll services are carried out by the Club and then appropriate salaries are cross charged to the Foundation (see note 11).

The relationship between the football club and charity is established and defined through a structured Service Level Agreement. The Club's support helps to mitigate and adequately control many of the risks that the charity faces. However, the Trustees are continually reviewing the risks that it may encounter in the future.

The Trustees meet quarterly to review the governance, strategic direction and priorities of the Foundation. Every meeting is fully minuted and on regular occasions the Trustees receive a presentation from a WWF member of staff on a particular area of the Foundation.

Day to day management of the Foundation is delivered by Will Clowes – Head of Wolverhampton Wanderers Foundation.

Objectives and activities

• Our mission

To use the power of Wolves to motivate, educate and inspire local people and communities across Wolverhampton to change their lives for the better.

• Our values

Progressive - ambitious creative innovative
Determined - ownership decisiveness consistent
Unity - connected family togetherness
Humble - considered considerate respectful
Bright - inspiring engaging intelligent

• Objectives

Healthier, more active people. Lifelong learning and skills. Safe, strong active communities

The key objectives of the charity as set out in the constitution are:

- To promote community participation in health recreation by providing facilities for the playing of association football and other sports capable of improving health;
- To provide and assist in providing facilities for sport, recreation or other leisure time occupation of such persons who have the need for such facilities by reason of their youth, age, infirmity or disablement, poverty or social and economic circumstances or for the public at large in the interests of social welfare and with the object of improving their conditions of life;
- To advance the education of children and young people through such means as the trustees think fit in accordance with the law of charity; and
- Any other charitable purpose according to the law of England and Wales.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

Achievements and performance

● Review of activities

Activities are aligned with the objectives of the Foundation. All project/activity performance is managed through structured planning, data capture, performance targets, monitoring reviews and assessment, which is a standard process applied. Reports are presented to trustees for review at board meetings, quite frequently with performance against Key Performance Indicators and Red Amber Green (RAG) ratings.

Project success is measured through a range of indicators, which are discussed and assessed with trustees. WWF delivers multiple projects, with complex KPI's that have been developed through initial project planning and structure of quality assurance. Many projects are also supported by steering groups, which bring together partners and funders to assess performance and monitor progress.

● COVID-19

Throughout the 2021/22 financial year, Wolves Foundation continued to be challenged by the impact of the pandemic and its effect on the work delivered by the charity. With restrictions imposed by government, Wolves Foundation regularly adapted its project delivery to meet these limitations, with every attempt always being made to support local people, wherever and whenever possible.

During this period Wolves Foundation was very proud to launch Feed Our Pack, an initiative created to directly support local people whose lives were adversely impacted by the pandemic. The support and generosity the charity received from funders, partners and supporters at Wolves was extraordinary and our thanks go to you all. Feed Our Pack received national recognition for its impact and, most importantly, supported thousands of local people in a very difficult and uncertain period for the city. This project was in addition to all the outstanding work delivered by Wolves Foundation, supported by a determined and dedicated workforce, all of whom should be very proud of the part they played in helping other people.

During this time, the support of the board of trustees, the football club and many local partners was essential for staff and all people who benefit from the charity's work.

In 2022, Wolves Foundation looks forward to a period post COVID-19, with fewer restrictions to its work, allowing the charity to support even more local people through our diverse project offering across the city.

● Thanks

Whilst fully dependent on the continuing partnership and support of Wolverhampton Wanderers Football Club, Wolverhampton Wanderers Foundation and the Board of Trustees are indebted once again to all those who have made a significant contribution to the Foundations progress over the past 12 months.

The football bodies which provided valuable assistance to the Foundation during the year included The Premier League, The Professional Footballers Association, the EFL Trust & The Football Association.

The Trustees would like to thank all Foundation staff for their dedication and hard work throughout another successful period, which has resulted in excellent results once again.

The Trustees would like to place on record their sincere thanks to Fosun, the owners of Wolverhampton Wanderers FC for its continued support.

Financial review

• Going concern

After making enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus, they continue to adopt the going concern basis of accounting in preparing the annual financial statements. Further details regarding the adoption of the going concern basis can be found in the statement of accounting policies in the financial statements.

• Review of financial position

WWF is fully underwritten by Wolves FC. The aim is that the Charity is to be ultimately self-sufficient. Currently, WWF unrestricted reserves stand at £808,127 (2020: £532,492).

The restricted reserves stand at £642,570 (2020: £585,060) which relates to externally funded projects of work.

The endowment fund consists of the Wolves Foundation Arena asset, which following capital improvements and depreciation charges has a net book value of £445,292 (2020: £288,926).

Staff costs at £751,884 (2020: £765,790) represents a high proportion of WWF's total costs. Of this figure, key management personnel remuneration represents £339,755 (2020: £291,144).

• Reserves policy

The Trustees aim is to build reserves which would cover WWF's operating costs for a 3-6-month period in line with the Charities Commission's recommendations. The free reserves at 31 May 2021 were £733,773 (2020: £481,742).

The free reserves position for the year calculates to the value of 6 months operating costs overall.

● **Risk management**

The trustees have a risk management strategy, which is managed by:

- Quarterly, minuted Trustees meetings;
- Trustees identify the main risks; and
- Colleagues from the Foundation – and Wolves, where WWF shares services with the charity – are invited to present details on their functional area and the processes and procedures in place.

Managing the safeguarding of children and adults at risk is one of the core principles of the charity. The well-being and welfare of all individuals participating in activities or engaging with the club is paramount.

All Safeguarding provision is overseen by Alastair Pursell (Head of Legal WWFC and WWF Trustee). The WWFC Head of Safeguarding works closely with the Foundation on all matters related. Should an incident or suspicion of an incident occur, the incident is documented and referred for WWFC Head of Safeguarding and WWF DSO attention and due process and procedure followed thereafter.

Each incident is investigated and all statutory departments such as the Police, Local Authority Designated Officer and Social Services are liaised with when required. WWFC / WWF are assessed on all safeguarding practices by the English Football League, Premier League (via Barnardo's independent report) and The FA.

Financial risk is always a key priority for the Trustees. A key element in the management of financial risk is the setting of a reserves policy and its regular review by the trustees. The Trustees aim is to build reserves which would cover the Foundations operating costs for a 3-6 month period in line with the Charities Commission's recommendations. This is a medium-term to long-term aspiration.

The principal risks and uncertainties identified and recognised on the organisation's register include:

- Unbudgeted operating costs requiring reallocation of fixed annual budgets;
- Effects of volatile economic environment on operating conditions e.g. high inflation causing a depreciation in income; and
- Changes in administration or strategic policy at major funders;
- Loss of key personnel.

WWF has adopted WWFC's HR practices and procedures. WWF also shares the Club's Health & Safety framework. Risk is also a key focus with the Capability Code of Practice conducted by the ELF Trust and the PLCF.

The trustees review all risk on an annual cycle within the board structured quarterly meetings. Risk is also highlighted within meetings to deal with additional needs outside of the cycle of meetings, all of which is reported through our capability assessments.

● **Principal funding**

Principal sources of income for WWF include donations and grants from Fosun, English Football League Trust, The FA, The Premier League Charitable Fund, The Professional Footballers Association and The Football Foundation. The Charity would like to thank them for their continued support.

Structure, governance and management

• Constitution

Wolverhampton Wanderers Foundation is a company limited by guarantee without share capital and registered under the Companies Act. The company is governed by its Memorandum and Articles of Association, dated 20 June 2008.

• Methods of appointment or election of Trustees

Trustees are nominated and appointed based on their suitability as decided by current members of the Trustees. They are invited to attend an induction training process for the running and operation of the Foundation. Additional training is offered as required.

• Organisational structure and decision-making policies

The following is based on WWF's governing document:

- Monthly meetings are planned to discuss the ongoing involvement and future development of the scheme with the Club's senior most appointed officer;
- Activities arranged under the scheme will be co-ordinated by a full-time person involved in the scheme. Part-time staff may be used as and when required;
- No person involved in the scheme will have any association with any other professional Football Club;
- All staff are employed by the Foundation and must adhere to all procedures set out in HR policies; and
- All heads of activity will meet with the Head of Wolverhampton Wanderers Foundation on a weekly basis to discuss ongoing and future activity involvement. Minutes and action points raised at these meetings will form the agenda for future discussion / meetings.

• Pay policy for key management personnel

Related salary costs for all WWF staff, including key management personnel, are benchmarked against industry comparisons and agreed through management and/or trustee meetings.

Trustees' report (continued)
For the year ended 31 May 2021

Statement of Trustees' responsibilities

The Trustees (who are also the directors of the Charity for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Charity and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditor

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charity's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

Auditor

The auditor, Dains LLP, has indicated his willingness to continue in office. The designated Trustees will propose a motion reappointing the auditor at a meeting of the Trustees.

Approved by order of the members of the board of Trustees on 1 February 2022 and signed on their behalf by:



M Wild
Trustee

Independent auditor's report to the Members of Wolverhampton Wanderers Foundation

Opinion

We have audited the financial statements of Wolverhampton Wanderers Foundation (the 'charity') for the year ended 31 May 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 May 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 United Kingdom, including the Financial Reporting Council'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.

Independent auditor's report to the Members of Wolverhampton Wanderers Foundation (continued)

Other information

The other information comprises the information included in the Annual report other than the financial statements and our Auditor's report thereon. The Trustees are responsible for the other information contained within the Annual report. 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. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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 matters 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 Trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our 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 Trustees' report.

We have nothing to report in respect of the following matters in relation to which 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 prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' report and from the requirement to prepare a Strategic report.

Responsibilities of trustees

As explained more fully in the Trustees' responsibilities statement, 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.

Independent auditor's report to the Members of Wolverhampton Wanderers Foundation (continued)

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

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:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the senior statutory auditor ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge and experience of the charity sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the financial reporting legislation, Companies Act 2006, taxation legislation, anti-bribery, employment, and environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

Wolverhampton Wanderers Foundation
(A company limited by guarantee)

Independent auditor's report to the Members of Wolverhampton Wanderers Foundation (continued)

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation; reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- reviewing correspondence with HMRC, relevant regulators and the company's legal advisors.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 Auditor's report.

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 its members, as a body, for our audit work, for this report, or for the opinions we have formed.



Mark Gurney FCCA (Senior statutory auditor)

for and on behalf of
Dains LLP

Statutory Auditor
Chartered Accountants

Birmingham

1 February 2022

Wolverhampton Wanderers Foundation
(A company limited by guarantee)

Statement of financial activities (incorporating income and expenditure account)
For the year ended 31 May 2021

| | Note | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Endowment funds 2021 £ | Total funds 2021 £ | Total funds 2020 £ |
|--|-----------|---------------------------------|-------------------------------|------------------------------|--------------------------|--------------------------|
| Income and endowments from: | | | | | | |
| Donations and legacies | 4 | 96,931 | 28,584 | - | 125,515 | 169,150 |
| Charitable activities | 5 | 441,726 | 865,789 | - | 1,307,515 | 1,152,846 |
| Other trading activities | 6 | 127,509 | - | - | 127,509 | 249,618 |
| Total income and endowments | | 666,166 | 894,373 | - | 1,560,539 | 1,571,614 |
| Expenditure on: | | | | | | |
| Raising funds | 7 | 89,627 | - | - | 89,627 | 63,922 |
| Charitable activities | 8 | 321,757 | 604,621 | 55,023 | 981,401 | 1,067,940 |
| Total expenditure | | 411,384 | 604,621 | 55,023 | 1,071,028 | 1,131,862 |
| Net income / (expenditure) | | 254,782 | 289,752 | (55,023) | 489,511 | 439,752 |
| Transfers between funds | 17 | 20,853 | (232,242) | 211,389 | - | - |
| Net movement in funds | | 275,635 | 57,510 | 156,366 | 489,511 | 439,752 |
| Reconciliation of funds: | | | | | | |
| Total funds brought forward as previously stated | | 532,492 | 585,060 | 288,926 | 1,406,478 | 868,427 |
| Prior year adjustment | 16 | - | - | - | - | 98,299 |
| Total funds brought forward as restated | 17 | 532,492 | 585,060 | 288,926 | 1,406,478 | 966,726 |
| Net movement in funds | | 275,635 | 57,510 | 156,366 | 489,511 | 439,752 |
| Total funds carried forward | 17 | 808,127 | 642,570 | 445,292 | 1,895,989 | 1,406,478 |

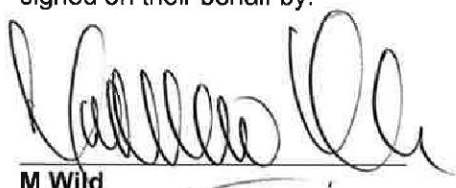
The notes on pages 16 to 35 form part of these financial statements.

Wolverhampton Wanderers Foundation
(A company limited by guarantee)
Registered number: 06625967

Balance sheet
As at 31 May 2021

| | Note | 2021 £ | 2020 £ |
|--|-------------|-------------------------|-------------------------|
| Fixed assets | | | |
| Tangible assets | 13 | 445,292 | 513,114 |
| Current assets | | | |
| Debtors | 14 | 119,349 | 73,124 |
| Cash at bank and in hand | | 2,509,394 | 1,838,855 |
| | | <u>2,628,743</u> | <u>1,911,979</u> |
| Creditors: amounts falling due within one year | 15 | (1,178,046) | (1,018,615) |
| Net current assets | | <u>1,450,697</u> | <u>893,364</u> |
| Total net assets | | <u><u>1,895,989</u></u> | <u><u>1,406,478</u></u> |
| Charity funds | | | |
| Endowment funds | 17 | 445,292 | 288,926 |
| Restricted funds | 17 | 642,570 | 585,060 |
| Unrestricted funds | 17 | 808,127 | 532,492 |
| Total funds | | <u><u>1,895,989</u></u> | <u><u>1,406,478</u></u> |

The financial statements were approved and authorised for issue by the Trustees on 1 February 2022 and signed on their behalf by:


M Wild
Trustee

The notes on pages 16 to 35 form part of these financial statements.

Wolverhampton Wanderers Foundation
(A company limited by guarantee)

Statement of cash flows
For the year ended 31 May 2021

| | Note | 2021 £ | 2020 £ |
|---|-------------|-------------------|-------------------|
| Cash flows from operating activities | | | |
| Net cash used in operating activities | 20 | 678,270 | 873,135 |
| Cash flows from investing activities | | | |
| Purchase of tangible fixed assets | | (7,731) | (10,080) |
| Net cash used in investing activities | | (7,731) | (10,080) |
| Change in cash and cash equivalents in the year | | 670,539 | 863,055 |
| Cash and cash equivalents at the beginning of the year | | 1,838,855 | 975,800 |
| Cash and cash equivalents at the end of the year | 21 | 2,509,394 | 1,838,855 |

The notes on pages 16 to 35 form part of these financial statements

1. General information

Wolverhampton Wanderers Foundation is a charity registered in England and Wales with the Charity Commission and incorporated as a private company limited by guarantee in England and Wales. The registered charity and company numbers, along with the registered office address, are given on page 1. The principal activities of the charity are set out in the Trustees' Report beginning on page 2.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Wolverhampton Wanderers Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

2.2 Going concern

The Charity's activities, together with the factors likely to affect its future development, performance and position are set out in the Trustees' Report. The Trustees' Report further describes the financial position of the Charity; its liquidity position; the Charity's objectives, policies, and processes for managing its capital; its financial risk management objectives; and its exposure to credit risk and liquidity risk.

The Trustees have prepared cashflow forecasts and projections, taking account of reasonably possible changes in trading performance as a result of the Covid-19 pandemic, that show that the Charity should be able to operate within the level of its current facility.

The Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for a period of at least twelve months from the date of approval of these financial statements. Thus they have concluded that it is reasonable to continue to prepare the financial statements on a going concern basis.

2. Accounting policies (continued)

2.3 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

The recognition of income from legacies is dependent on establishing entitlement, the probability of receipt and the ability to estimate with sufficient accuracy the amount receivable. Evidence of entitlement to a legacy exists when the Charity has sufficient evidence that a gift has been left to them (through knowledge of the existence of a valid will and the death of the benefactor) and the executor is satisfied that the property in question will not be required to satisfy claims in the estate. Receipt of a legacy must be recognised when it is probable that it will be received and the fair value of the amount receivable, which will generally be the expected cash amount to be distributed to the Charity, can be reliably measured.

Grants are included in the Statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold.

Where the donated good is a fixed asset, it is measured at fair value, unless it is impractical to measure this reliably, in which case the cost of the item to the donor should be used. The gain is recognised as income from donations and a corresponding amount is included in the appropriate fixed asset class and depreciated over the useful economic life in accordance with the Charity's accounting policies.

On receipt, donated professional services and facilities are recognised on the basis of the value of the gift to the Charity which is the amount it would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

2. Accounting policies (continued)

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Charity to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charity's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

2.5 Taxation

The Charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

2.6 Tangible fixed assets and depreciation

Tangible fixed assets are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Freehold land and buildings - 10-20 years

2. Accounting policies (continued)

2.7 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.8 Cash at bank and in hand

Cash at bank and 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.

2.9 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

2.10 Financial instruments

The Charity 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.

2.11 Pensions

The Charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Charity to the fund in respect of the year.

2.12 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 Charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The costs of raising and administering such 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.

Endowment funds represent a gift of endowment and there is no power to convert the capital gifted into income. The permanent endowment fund will be held indefinitely subject to an annual depreciation charge.

3. Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The Charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

Critical areas of judgement:

Depreciation

The Trustees have reviewed the useful lives of fixed assets and associated residual values and concluded that they are appropriate to the activities of the Charity.

4. Income from donations and legacies

| | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Total funds 2021 £ |
|----------------|--|--|---------------------------------------|
| Donations | 67,146 | - | 67,146 |
| Legacies | 29,785 | - | 29,785 |
| Capital grants | - | 28,584 | 28,584 |
| | 96,931 | 28,584 | 125,515 |

| | Unrestricted funds 2020 £ | Restricted funds 2020 £ | Total funds 2020 £ |
|----------------|--|--|---------------------------------------|
| Donations | 28,690 | - | 28,690 |
| Legacies | 8,840 | - | 8,840 |
| Capital grants | - | 131,620 | 131,620 |
| | 37,530 | 131,620 | 169,150 |

Wolverhampton Wanderers Foundation
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 May 2021

5. Income from charitable activities

| | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Total funds 2021 £ |
|---------------------------------|--|--|---------------------------------------|
| Foundation Activities | 367,905 | - | 367,905 |
| Health & Wellbeing | - | 200,000 | 200,000 |
| Inclusion, Cohesion & Education | 73,821 | 422,243 | 496,064 |
| Feed Our Pack | - | 243,546 | 243,546 |
| | 441,726 | 865,789 | 1,307,515 |

| | Unrestricted funds 2020 £ | Restricted funds 2020 £ | Total funds 2020 £ |
|---------------------------------|--|--|---------------------------------------|
| Foundation Activities | 414,615 | - | 414,615 |
| Health & Wellbeing | - | 250,002 | 250,002 |
| Inclusion, Cohesion & Education | 58,079 | 430,150 | 488,229 |
| | 472,694 | 680,152 | 1,152,846 |

Wolverhampton Wanderers Foundation
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 May 2021

6. Income from other trading activities

Income from fundraising events

| | Unrestricted funds 2021 £ | Total funds 2021 £ | Total funds 2020 £ |
|------------------------------|--|---------------------------------------|---------------------------------------|
| Fundraising activities | 127,509 | 127,509 | 178,168 |
| Shop sales and rental income | - | - | 71,450 |
| | <u>127,509</u> | <u>127,509</u> | <u>249,618</u> |

7. Expenditure on raising funds

Fundraising trading expenses

| | Unrestricted funds 2021 £ | Total funds 2021 £ | Total funds 2020 £ |
|-----------------------|--|---------------------------------------|---------------------------------------|
| Wages and salaries | 82,883 | 82,883 | 62,571 |
| Operating sales costs | 6,744 | 6,744 | 1,351 |
| | <u>89,627</u> | <u>89,627</u> | <u>63,922</u> |

8. Analysis of expenditure on charitable activities

Summary by fund type

| | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Endowment funds 2021 £ | Total funds 2021 £ |
|---------------------------------|------------------------------------|----------------------------------|---------------------------------|-----------------------------|
| Foundation Activities | 299,310 | 20,530 | 55,023 | 374,863 |
| Health & Wellbeing | - | 134,761 | - | 134,761 |
| Inclusion, Cohesion & Education | 22,447 | 385,560 | - | 408,007 |
| Feed Our Pack | - | 63,770 | - | 63,770 |
| | <u>321,757</u> | <u>604,621</u> | <u>55,023</u> | <u>981,401</u> |
| | Unrestricted funds 2020 £ | Restricted funds 2020 £ | Endowment funds 2020 £ | Total funds 2020 £ |
| Foundation Activities | 476,589 | 19,782 | 55,023 | 551,394 |
| Health & Wellbeing | - | 110,779 | - | 110,779 |
| Inclusion, Cohesion & Education | 14,844 | 390,795 | - | 405,639 |
| Wolves Aid | 128 | - | - | 128 |
| | <u>491,561</u> | <u>521,356</u> | <u>55,023</u> | <u>1,067,940</u> |

Notes to the financial statements
For the year ended 31 May 2021

9. Analysis of expenditure by activities

| | Activities undertaken directly 2021 £ | Support costs 2021 £ | Total funds 2021 £ |
|---------------------------------|--|---|---------------------------------------|
| Foundation Activities | 273,590 | 101,273 | 374,863 |
| Health & Wellbeing | 98,622 | 36,139 | 134,761 |
| Inclusion, Cohesion & Education | 364,589 | 43,418 | 408,007 |
| Wolves Aid | - | - | - |
| Feed Our Pack | 8,223 | 55,547 | 63,770 |
| | <u>745,024</u> | <u>236,377</u> | <u>981,401</u> |

| | Activities undertaken directly 2020 £ | Grant funding of activities 2020 £ | Support costs 2020 £ | Total funds 2020 £ |
|---------------------------------|--|---|---|---------------------------------------|
| Foundation Activities | 432,398 | 11,000 | 107,996 | 551,394 |
| Health & Wellbeing | 78,162 | - | 32,617 | 110,779 |
| Inclusion, Cohesion & Education | 340,701 | - | 64,938 | 405,639 |
| Wolves Aid | - | - | 128 | 128 |
| | <u>851,261</u> | <u>11,000</u> | <u>205,679</u> | <u>1,067,940</u> |

9. Analysis of expenditure by activities (continued)

Analysis of support costs

| | Foundation Activities 2021 £ | Health & Wellbeing 2021 £ | Inclusion, Cohesion & Education 2021 £ | Wolves Aid 2021 £ |
|----------------------------|---|--|---|----------------------------------|
| Governance | 2,769 | 226 | 1,638 | - |
| Service Costs | 55,866 | 14,257 | 19,511 | - |
| Finance and administration | 42,638 | 21,656 | 22,269 | - |
| | 101,273 | 36,139 | 43,418 | - |

| | Feed Our Pack 2021 £ | Total funds 2021 £ |
|----------------------------|---|---------------------------------------|
| Governance | 1,017 | 5,650 |
| Service costs | 32,645 | 122,279 |
| Finance and administration | 3,785 | 90,348 |
| Marketing and printing | 18,100 | 18,100 |
| | 55,547 | 236,377 |

9. Analysis of expenditure by activities (continued)

Analysis of support costs (continued)

| | Foundation Activities 2020 £ | Health & Wellbeing 2020 £ | Inclusion, Cohesion & Education 2020 £ | Wolves Aid 2020 £ |
|----------------------------|---|--|---|----------------------------------|
| Governance | 3,630 | 275 | 1,595 | - |
| Service costs | 54,843 | 16,566 | 38,197 | - |
| Finance and administration | 49,523 | 15,776 | 25,146 | - |
| Marketing and printing | - | - | - | 128 |
| | 107,996 | 32,617 | 64,938 | 128 |

| | Feed Our Pack 2020 £ | Total funds 2020 £ |
|----------------------------|---|---------------------------------------|
| Governance | - | 5,500 |
| Service costs | - | 109,606 |
| Finance and administration | - | 90,445 |
| Marketing and printing | - | 128 |
| | - | 205,679 |

10. Net income/(expenditure)

This is stated after charging:

| | 2021 £ | 2020 £ |
|---------------------------------------|-------------------|-------------------|
| Depreciation of tangible fixed assets | 75,553 | 73,321 |
| Auditor's remuneration - audit fee | 5,650 | 5,500 |

Wolverhampton Wanderers Foundation
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 May 2021

11. Staff costs

| | 2021 | 2020 |
|-----------------------|----------------|-------------|
| | £ | £ |
| Wages and salaries | 679,976 | 703,824 |
| Social security costs | 54,314 | 44,614 |
| Pension costs | 17,594 | 17,352 |
| | 751,884 | 765,790 |

The average number of persons employed by the Charity during the year was as follows:

| | 2021 | 2020 |
|---------------------------------|-------------|-------------|
| | No. | No. |
| Foundation Activities | 14 | 27 |
| Health & Wellbeing | 4 | 4 |
| Inclusion, Cohesion & Education | 24 | 21 |
| | 42 | 52 |

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

| | 2021 | 2020 |
|-------------------------------|-------------|-------------|
| | No. | No. |
| In the band £60,001 - £70,000 | 1 | 1 |

The key management personnel of the Charity are the Principal Officers listed on page 1. The total remuneration paid to the key management personnel in the year, including pension contributions and social security costs, totalled £339,755 (2020 - £291,144).

12. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 May 2021, no Trustee expenses have been incurred (2020 - £NIL).

Wolverhampton Wanderers Foundation
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 May 2021

13. Tangible fixed assets

| | Freehold land and buildings £ |
|-----------------------|--|
| Cost | |
| At 1 June 2020 | 1,001,591 |
| Additions | 7,731 |
| At 31 May 2021 | 1,009,322 |
| Depreciation | |
| At 1 June 2020 | 488,477 |
| Charge for the year | 75,553 |
| At 31 May 2021 | 564,030 |
| Net book value | |
| At 31 May 2021 | 445,292 |
| At 31 May 2020 | 513,114 |

The total net book value of fixed assets, representing the refurbished WWF Aldersley Arena, has been pledged as security under the terms of the £164,914 capital grant received from The Football Foundation in conjunction with the refurbishment.

14. Debtors

| | 2021 £ | 2020 £ |
|--------------------------------|-------------------|-------------------|
| Trade debtors | 77,606 | 69,628 |
| VAT repayable | 596 | - |
| Prepayments and accrued income | 41,147 | 3,496 |
| | 119,349 | 73,124 |

Wolverhampton Wanderers Foundation
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 May 2021

15. Creditors: Amounts falling due within one year

| | 2021 £ | 2020 £ |
|------------------------------------|------------------|------------------|
| Trade creditors | 45,362 | 20,483 |
| WWFC creditor | 1,080,457 | 892,965 |
| Other taxation and social security | - | 698 |
| Other creditors | 288 | 288 |
| Accruals and deferred income | 51,939 | 104,181 |
| | <u>1,178,046</u> | <u>1,018,615</u> |

Included in accruals and deferred income is deferred income as follows:

| | 2021 £ | 2020 £ |
|--|---------------|---------------|
| Deferred income at 1 June 2020 | 86,141 | - |
| Resources deferred during the year | 25,123 | 86,141 |
| Amounts released from previous periods | (86,141) | - |
| | <u>25,123</u> | <u>86,141</u> |

16. Prior year adjustment

During the prior year, the Trustees reviewed the treatment of a capital grant received in the year ended 31 May 2019. The Trustees concluded that there were no conditions attached to the grant other than it being given specifically to provide a fixed asset for the charity. As a result of this conclusion the Charities SORP (FRS 102) required the grant to be recognised as income in the Statement of financial activities and not deferred over the life of the asset.

A prior year adjustment was therefore processed to release £98,299 of deferred income at 31 May 2019 to a newly created restricted fund: Foundation Arena refurbishment. Capital grant funding of £123,565, the depreciation charge associated with the refurbishment assets of £19,340 and the revenue spend of £5,926 have been adjusted to show in the 2019 restricted income and expenditure respectively, as shown in the 2019 Statement of funds. The net impact on the 2019 Statement of financial activities was a £98,299 increase to the overall surplus for the year from £232,039 to £330,338.

Wolverhampton Wanderers Foundation
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 May 2021

17. Statement of funds

Statement of funds - current year

| | Balance at 1 June 2020 £ | Income £ | Expenditure £ | Transfers in/(out) £ | Balance at 31 May 2021 £ |
|-----------------------------------|--------------------------------|------------------|--------------------|----------------------------|--------------------------------|
| Unrestricted funds | | | | | |
| Designated funds | | | | | |
| Sustainability sink fund | 50,750 | - | - | 23,604 | 74,354 |
| General funds | | | | | |
| General Funds | 481,742 | 666,166 | (411,384) | (2,751) | 733,773 |
| Total Unrestricted funds | 532,492 | 666,166 | (411,384) | 20,853 | 808,127 |
| Endowment funds | | | | | |
| Properties | 288,926 | - | (55,023) | 211,389 | 445,292 |
| Restricted funds | | | | | |
| Health & Wellbeing | 213,224 | 200,000 | (134,761) | - | 278,463 |
| Inclusion & Cohesion | 147,648 | 422,243 | (385,560) | - | 184,331 |
| Feed Our Pack | - | 243,546 | (63,770) | - | 179,776 |
| Foundation Arena refurbishment | 224,188 | 28,584 | (20,530) | (232,242) | - |
| | 585,060 | 894,373 | (604,621) | (232,242) | 642,570 |
| Total of funds | 1,406,478 | 1,560,539 | (1,071,028) | - | 1,895,989 |

17. Statement of funds (continued)

Designated funds

The sustainability sink fund represents amounts set aside from general funds for the refurbishment of Aldersley Stadium expected to take place in 10-15 years.

Restricted funds

Restricted funds represent externally funded projects that the Charity is delivering in the fields of Health, Inclusion and Education alongside its core sporting activities.

Feed Our Pack represents an externally funded project that the Charity is delivering to provide food to the local community.

Foundation Arena refurbishment represents grant funding received towards the capital renovation of the Foundation Arena. Following completion of the refurbishment, the fund has been transferred into endowment funds as an enhancement to the original gift.

Endowment fund

The endowment fund is solely represented by the net book value of the refurbished WWF Aldersley Arena Facility. This facility was gifted to the Foundation by Wolverhampton Wanderers Football Club in 2012. The facility and therefore movement within the fund is due to the annual depreciation charge.

Wolverhampton Wanderers Foundation
(A company limited by guarantee)

Notes to the financial statements
For the year ended 31 May 2021

17. Statement of funds (continued)

Statement of funds - prior year

| | As restated Balance at 1 June 2019 £ | Income £ | Expenditure £ | Transfers in/out £ | Balance at 31 May 2020 £ |
|-----------------------------------|---|-------------|------------------|--------------------------|--------------------------------|
| Unrestricted funds | | | | | |
| Designated funds | | | | | |
| Sustainability sink fund | - | - | - | 50,750 | 50,750 |
| General funds | | | | | |
| General Funds | 342,184 | 759,842 | (555,483) | (64,801) | 481,742 |
| Total Unrestricted funds | 342,184 | 759,842 | (555,483) | (14,051) | 532,492 |
| Endowment funds | | | | | |
| Properties | 343,949 | - | (55,023) | - | 288,926 |
| Restricted funds | | | | | |
| Health & Wellbeing | 74,001 | 250,002 | (110,779) | - | 213,224 |
| Inclusion & Cohesion | 108,293 | 430,150 | (390,795) | - | 147,648 |
| Foundation Arena refurbishment | 98,299 | 131,620 | (19,782) | 14,051 | 224,188 |
| | 280,593 | 811,772 | (521,356) | 14,051 | 585,060 |
| Total of funds | 966,726 | 1,571,614 | (1,131,862) | - | 1,406,478 |

Notes to the financial statements
For the year ended 31 May 2021

18. Summary of funds

Summary of funds - current year

| | Balance at 1 June 2020 £ | Income £ | Expenditure £ | Transfers in/out £ | Balance at 31 May 2021 £ |
|------------------|--------------------------------|------------------|--------------------|--------------------------|--------------------------------|
| Designated funds | 50,750 | - | - | 23,604 | 74,354 |
| General funds | 481,742 | 666,166 | (411,384) | (2,751) | 733,773 |
| Endowment funds | 288,926 | - | (55,023) | 211,389 | 445,292 |
| Restricted funds | 585,060 | 894,373 | (604,621) | (232,242) | 642,570 |
| | <u>1,406,478</u> | <u>1,560,539</u> | <u>(1,071,028)</u> | <u>-</u> | <u>1,895,989</u> |

Summary of funds - prior year

| | As restated Balance at 1 June 2019 £ | Income £ | Expenditure £ | Transfers in/out £ | Balance at 31 May 2020 £ |
|------------------|---|------------------|--------------------|--------------------------|--------------------------------|
| Designated funds | - | - | - | 50,750 | 50,750 |
| General funds | 342,184 | 759,842 | (555,483) | (64,801) | 481,742 |
| Endowment funds | 343,949 | - | (55,023) | - | 288,926 |
| Restricted funds | 280,593 | 811,772 | (521,356) | 14,051 | 585,060 |
| | <u>966,726</u> | <u>1,571,614</u> | <u>(1,131,862)</u> | <u>-</u> | <u>1,406,478</u> |

19. Analysis of net assets between funds

Analysis of net assets between funds - current year

| | Unrestricted funds 2021 £ | Restricted funds 2021 £ | Endowment funds 2021 £ | Total funds 2021 £ |
|-------------------------------|------------------------------------|----------------------------------|---------------------------------|-----------------------------|
| Tangible fixed assets | - | - | 445,292 | 445,292 |
| Current assets | 1,969,506 | 659,237 | - | 2,628,743 |
| Creditors due within one year | (1,161,379) | (16,667) | - | (1,178,046) |
| Total | <u>808,127</u> | <u>642,570</u> | <u>445,292</u> | <u>1,895,989</u> |

19. Analysis of net assets between funds (continued)

Analysis of net assets between funds - prior year

| | Unrestricted funds 2020 £ | Restricted funds 2020 £ | Endowment funds 2020 £ | Total funds 2020 £ |
|-------------------------------|--|--|---|---------------------------------------|
| Tangible fixed assets | - | 224,188 | 288,926 | 513,114 |
| Current assets | 1,471,322 | 440,657 | - | 1,911,979 |
| Creditors due within one year | (938,830) | (79,785) | - | (1,018,615) |
| Total | 532,492 | 585,060 | 288,926 | 1,406,478 |

20. Reconciliation of net movement in funds to net cash flow from operating activities

| | 2021 £ | 2020 £ |
|--|-------------------|-------------------|
| Net income for the year (as per Statement of Financial Activities) | 489,511 | 439,752 |
| Adjustments for: | | |
| Depreciation charges | 75,553 | 74,805 |
| (Increase)/decrease in debtors | (46,225) | 19,754 |
| Increase in creditors | 159,431 | 338,824 |
| Net cash provided by operating activities | 678,270 | 873,135 |

21. Analysis of cash and cash equivalents

| | 2021 £ | 2020 £ |
|--|-------------------|-------------------|
| Cash at bank and in hand | 2,509,394 | 1,838,855 |
| Total cash and cash equivalents | 2,509,394 | 1,838,855 |

22. Analysis of changes in net debt

| | At 1 June 2020 | Cash flows | At 31 May 2021 |
|--------------------------|---------------------------|-------------------|---------------------------|
| | £ | £ | £ |
| Cash at bank and in hand | 1,838,855 | 670,539 | 2,509,394 |

23. Pension commitments

The Charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Charity in an independently administered fund. The pension cost charge represents contributions payable by the Charity to the fund and amounted to £17,594 (2020 - £17,352) in the year. There were no outstanding payments at the balance sheet date (2020 - £Nil).

24. Related party transactions

The Charity is related to Wolverhampton Wanderers Football Club (1986) Limited by virtue of some Trustees of the Charity being key management personnel at the Football Club. During the year, Wolverhampton Wanderers Football Club (1986) Limited recharged costs of £182,492 (2020 - £573,838) to the Charity. At the balance sheet date, the Charity owed an amount of £1,080,457 (2020 - £892,965) to Wolverhampton Wanderers Football Club (1986) Limited.

