

Charity registration number 1137703

Company registration number 07247372 (England and Wales)

THE LEEDS UNITED FOUNDATION

FINANCIAL STATEMENTS

30 JUNE 2022

Calvert Dawson Ltd
288 Oxford Road
Gomersal
Cleckheaton
West Yorkshire
BD19 4PY

THE LEEDS UNITED FOUNDATION

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THE LEEDS UNITED FOUNDATION

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2022

The Trustees present their annual report and financial statements for the year ended 30 June 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the foundation's constitution, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The foundation's objects are to advance in life and help young people and the public generally and in particular the inhabitants of Yorkshire and its surrounding areas by promoting, organising and assisting in programmes of football and other physical and/or educational activities as a means of:-

- Promoting community participation in healthy recreation
- Advancing education
- Developing skills, capacities and capabilities of young people to enable them to participate in society as mature and responsible individuals
- Promoting social welfare for people who have need by reason of youth, age, infirmity or disability, poverty or social and economic circumstances with a view to improving the conditions of life of such persons; and
- Promoting knowledge and mutual understanding and respect of the beliefs and practices of different religious faiths

The foundation provides a variety of courses, programmes and sessions designed to meet these objectives. Young children have benefited from the roll out of the primary choices programme as well as the football driven initiatives such as Premier League Kicks. These programmes have had a broader reach since covid restrictions eased during 2021.

More senior members of the community have had the benefit of social interaction through groups helping with health and wellbeing which has been very successful in recovery following lockdown.

The trustees have regard for the Charity Commission's guidance on public benefit.

THE LEEDS UNITED FOUNDATION

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

Achievements and performance

The mission of the Foundation continues to be delivered through a range of activities including health and social education in primary and secondary schools, community volunteering, sports participation for everyone, enabling young people to make Positive Choices™ about their lives. The Foundation is an “all age” charity and works with more senior community members through its Dementia Café, over 50's Social Club and Veterans Group.

The financial year 2021/22 commenced in the time period in which the UK Government was “cautiously but irreversibly” delivering its Roadmap out of Lockdown and ensuring the vaccination programme deployment facilitated this. Therefore, for the first month our trading year was adversely impacted as participants delayed returning to activity although in comparison to the prior year the limitations on our activity were minimal.

The resultant delivery enabled the Foundation to demonstrate an income uplift of 45% against the prior year as we were able to return to “full service”.

In the year ending June 2022, the Foundation engaged with and supported 42,945 individuals through its 25 core programmes. Almost double the delivery during the previous Covid year.

Remaining in the Premier League has ensured continued support for the Foundation in the establishment of its core infrastructure, and reserves stability which is reflected in these accounts. The Foundation has also driven a series of Fundraising events during 2021/22 which have further supported the increase in unrestricted funds. This focus on ensuring the continued establishment of an effective reserves figure continues.

September 2021 saw the Foundation commence its three-year Primary Choices programme available to all 232 Primary schools in Leeds, targeting pupils in Year 6 (age 10-11) the focus is an Early Intervention project to help reduce risks associated with Anti-Social Behaviour. Through our Primary Choices workshops we provide education-based interventions on the impact of crime and violence, which support pupils in making the right choices to divert them away from violence, harm, and exploitation.

Club and Foundation staff continued to partner with local and international charities delivering over 1000 food parcels through working with Islamic Relief and providing 15,680 meals to Leeds residents via our Health Holidays programmes. Player and fan donations were made to the Red Cross Disasters Emergency Committee fund for Ukraine.

The Health & Wellbeing programmes worked with over 3800 participants, almost double the targeted number, with physical, mental, and family health all part of the delivery.

The Leeds United Foundation financial accounting support continues to be provided by Leeds United Football Club. The Charity's financial accounting requirements including the maintenance of financial records; the production of management accounts; and the production of end of year accounts are delivered through a Service Level Agreement.

The Board of Trustees and the Management team remain focused on ensuring the finances of the Foundation remain robust and stable.

Financial review

The foundation has had a successful year which has seen income grow by £559,411 to £1,779,362. This increase is in part to the opportunities available as a result of the football club's continued presence in the premiership and also by the dedication and commitment of staff both full, part time and casual. It is pleasing to note the surplus enjoyed by the unrestricted section which has seen reserves rise to £213,887.

Income in the foundation comes from a variety of sources and the board are grateful to all funders that provide resources to enable the foundation to meet and develop its objectives. Some of this funding is restricted for certain projects to be delivered over a period of time and some is unrestricted funds that the foundation can utilise with more flexibility.

The surplus for the year and the corresponding increase in reserves places the foundation in a much stronger financial position. However, the board are well aware that the continued improvement in its results will to a certain extent be affected by the club's football status in the football pyramid.

It is the policy of the foundation that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the foundation's current activities while consideration is given to ways in which additional funds may be raised. The board are confident that future plans will generate a surplus and enable the foundation to meet its reserves target.

THE LEEDS UNITED FOUNDATION

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

The Trustees have assessed the major risks to which the foundation is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks. The availability of continued funding can be both affected by the current economic climate and the position of the football club and whether they remain in the premiership. However, the board take all these factors into account when planning and delivering their programmes.

Plans for future periods

The foundation plans to continue to meet its aims and objectives by providing football and fitness related courses and meetings. In addition the health and wellbeing of the local community will be supported by the foundation providing opportunity for social inclusion by the delivering of various initiatives for those individuals with disabilities or low self esteem or who are in socially deprived areas.

Structure, governance and management

Governing document

The Leeds United Foundation is a company limited by guarantee governed by its Memorandum and Articles of Association dated 10th May 2010. It is registered as a charity with the Charity Commission. The liability of the members is limited to an amount not exceeding £10. The Foundation registered as a charity on 1st September 2010.

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

J Blake OBE	(Resigned 22 June 2022)
P Forbes	(Resigned 1 March 2022)
F A Greer	
D A Hodgson	(Resigned 22 June 2022)
A R Kinnear	
A T Scopes	
S Russell	
J Rogers	
D Armitage	(Resigned 22 June 2022)
S Mahmood	(Appointed 22 June 2022)
G S Austerfield	(Appointed 3 January 2023)
I Cherry	(Appointed 3 January 2023)
S McGreavy	(Appointed 3 January 2023)

Recruitment and appointment of new trustees

When considering appointing new trustees, the Board has regard to the requirement for any specialist skills needed in order to support the charities work.

New trustees are invited and encouraged to attend activity sessions and meet team members to familiarise themselves with the organisation and the context within which it operates. Additionally, trustees are already familiar with the practical work of the organisation having been briefed by the Director on such issues as:

- The obligations of the trustees under charity and company law.
- The main documents which set out the operational framework for the organisation including the Memorandum and Articles of Association recent copies of minutes of meetings, the business plan and recent financial performance of the organisation and future plans and objectives.

The trustees provide guidance and support and allow the Foundation to access other networking and social groups. The board will provide any training that trustees feel they need to fulfil their responsibilities as necessary.

THE LEEDS UNITED FOUNDATION

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

Reference and Administrative Details

Company registration number	07247372
Charity registration number	1137703
Registered office	Leeds United Football Club Ltd Elland Road Leeds West Yorkshire LS11 0ES

Organisational structure

The Leeds United Foundation is a registered charity (charity no: 1137703) and as such is operated by a board of trustees. The board of trustees meet quarterly and provide strategic guidance and governance. The Trust is continually seeking to develop a broader skills mix of trustees in order to support and advance the current level of service offered. A director is appointed by the trustees to manage the day to day operations of the charity. To facilitate effective operations, the director has delegated authority, within terms of delegation approved by the trustees, for operational matters including finance, employment and general development of the charity. All areas of the charities operations and developments are reported upon by the director during the trustee's quarterly meetings.

Ultimately it is the board who make all decisions in connection with the running of the foundation on strategy and finance. Such decisions involve the recruitment and remuneration of key management personnel to whom the day to day running of the foundation is delegated. The chief executive officer John Mallalieu not only reports to the board formally at trustees meetings but is also in touch with appropriate trustees as and when necessary.

Related parties

The foundation has a clear link with Leeds United Football Club who provide some administrative services to the foundation. The details of these transactions are disclosed in the notes to the accounts.

Statement of trustees responsibilities

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

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

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

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

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

THE LEEDS UNITED FOUNDATION

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

Auditor

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

Disclosure of information to auditor

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The trustees report was approved by the Board of Trustees.



J Rogers

31 March 2023

THE LEEDS UNITED FOUNDATION

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE LEEDS UNITED FOUNDATION

Opinion

We have audited the financial statements of The Leeds United Foundation (the 'foundation') for the year ended 30 June 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including 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 foundation's affairs as at 30 June 2022 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 foundation in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The 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.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within the trustees report has been prepared in accordance with applicable legal requirements.

THE LEEDS UNITED FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF THE LEEDS UNITED FOUNDATION

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the foundation and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees report.

We have nothing to report in respect of the following matters in relation to which 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 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 statement of trustees responsibilities, the Trustees, who are also the directors of the foundation for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Trustees are responsible for assessing the foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue 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 work involves obtaining an understanding of the foundation and the relevant laws and regulations applicable in the industry. We design our audit work based on our assessment of the risk of material misstatement in the accounts but recognising that the risk of not detecting fraud is higher as this is likely to involve deliberate concealment.

We plan our work so that the information disclosed in the financial statements agrees to supporting documentation and management expectations.

Our tests included agreeing the financial statement disclosures to underlying supporting documentation, enquiries with management, review of client's operation of controls within the year. There are inherent limitations in the audit procedures described and, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it.

Our work includes an assessment of the foundation's accounting systems which enables us to focus our testing on areas that may be more susceptible to misstatement. This work involves:-

- assessing the foundation's susceptibility to material misstatement or occurrence of fraud
- the testing of transactions where the assessment of risk is higher including in particular journal entries, management estimates and large or unusual transactions
- checking that the information contained in the financial statements is consistent with the foundation's underlying accounting records and the results of our audit work

THE LEEDS UNITED FOUNDATION

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF THE LEEDS UNITED FOUNDATION

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://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 foundation'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 foundation'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 foundation and the foundation's members as a body, for our audit work, for this report, or for the opinions we have formed.

Paul Calvert ACA (Senior Statutory Auditor)
for and on behalf of Calvert Dawson Ltd

31 March 2023

Chartered Accountants
Statutory Auditor

288 Oxford Road
Gomersal
Cleckheaton
West Yorkshire
BD19 4PY

THE LEEDS UNITED FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 JUNE 2022

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
	Notes						
<u>Income from:</u>							
Donations and legacies	2	645,510	778,852	1,424,362	579,666	491,967	1,071,633
Charitable activities	3	223,229	270,947	494,176	99,402	139,028	238,430
Total income		868,739	1,049,799	1,918,538	679,068	630,995	1,310,063
<u>Expenditure on:</u>							
Raising funds	4	139,176	-	139,176	90,111	-	90,111
Charitable activities	5	576,372	1,045,438	1,621,810	534,514	679,626	1,214,140
Total expenditure		715,548	1,045,438	1,760,986	624,625	679,626	1,304,251
Net income for the year/ Net movement in funds		153,191	4,361	157,552	54,443	(48,631)	5,812
Fund balances at 1 July 2021		60,696	216,710	277,406	6,253	265,341	271,594
Fund balances at 30 June 2022		213,887	221,071	434,958	60,696	216,710	277,406

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

All income and expenditure derive from continuing activities.

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

THE LEEDS UNITED FOUNDATION

BALANCE SHEET

AS AT 30 JUNE 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Intangible assets	8		467		667
Tangible assets	9		12,222		15,451
			<u>12,689</u>		<u>16,118</u>
Current assets					
Debtors	10	401,638		116,357	
Cash at bank and in hand		657,328		623,725	
		<u>1,058,966</u>		<u>740,082</u>	
Creditors: amounts falling due within one year					
Taxation and social security		33,344		29,547	
Other creditors	11	88,552		25,805	
Deferred income	12	514,801		423,442	
		<u>636,697</u>		<u>478,794</u>	
Net current assets			422,269		261,288
Total assets less current liabilities			<u>434,958</u>		<u>277,406</u>
Income funds					
Restricted funds	14		221,071		216,710
Unrestricted funds			213,887		60,696
			<u>434,958</u>		<u>277,406</u>

The financial statements were approved by the Trustees on 31 March 2023



J Rogers
Trustee

Company Registration No. 07247372

THE LEEDS UNITED FOUNDATION

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	18		33,437		284,758
Investing activities					
Purchase of tangible fixed assets		-		(2,714)	
Proceeds from disposal of tangible fixed assets		166		-	
Net cash generated from/(used in) investing activities			166		(2,714)
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			33,603		282,044
Cash and cash equivalents at beginning of year			623,725		341,681
Cash and cash equivalents at end of year			657,328		623,725

THE LEEDS UNITED FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

Charity information

The Leeds United Foundation is a private company limited by guarantee incorporated in England and Wales. The registered office is .

1.1 Accounting convention

The financial statements have been prepared in accordance with the foundation's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 foundation is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

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

1.4 Income

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

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

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

1.5 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 are allocated on the portion of the asset's use.

THE LEEDS UNITED FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

(Continued)

1.6 Intangible fixed assets other than goodwill

Intangible assets acquired separately from a business are recognised at cost and are subsequently measured at cost less accumulated amortisation and accumulated impairment losses.

Intangible assets acquired on business combinations are recognised separately from goodwill at the acquisition date where it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity and the fair value of the asset can be measured reliably; the intangible asset arises from contractual or other legal rights; and the intangible asset is separable from the entity.

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

Software	straight line over 5 years
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1.7 Tangible fixed assets

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

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

Computers	20% reducing balance basis
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.8 Cash and cash equivalents

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

1.9 Financial instruments

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

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

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

Basic financial assets

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

THE LEEDS UNITED FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

(Continued)

Basic financial liabilities

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

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

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

1.10 Employee benefits

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

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

1.11 Retirement benefits

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

2 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Donations and gifts	331,157	6,349	337,506	120,177	8,718	128,895
Grants	314,353	772,503	1,086,856	459,489	483,249	942,738
	<u>645,510</u>	<u>778,852</u>	<u>1,424,362</u>	<u>579,666</u>	<u>491,967</u>	<u>1,071,633</u>

THE LEEDS UNITED FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

3 Charitable activities

	Charitable Income 2022 £	Charitable Income 2021 £
Sport and physical activity	371,851	177,443
Health and wellbeing	27,100	5,100
Other	95,225	55,887
	<u>494,176</u>	<u>238,430</u>
Analysis by fund		
Unrestricted funds	223,229	99,402
Restricted funds	270,947	139,028
	<u>494,176</u>	<u>238,430</u>

4 Raising funds

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Fundraising and publicity</u>		
Facility/venue hire	35,807	20,540
Advertising	75,369	46,979
Staff costs	28,000	22,592
	<u>139,176</u>	<u>90,111</u>

THE LEEDS UNITED FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

5 Charitable activities

	Sport and physical activity 2022 £	Health and wellbeing 2022 £	Other 2022 £	Total 2022 £	Sport and physical activity 2021 £
Staff costs	971,216	64,587	258,347	1,294,150	1,054,058
Depreciation and impairment	3,265	-	-	3,265	3,474
Telephone	7,393	429	756	8,578	6,907
Postage and stationery	10,215	-	-	10,215	2,200
Sundries	20,968	-	-	20,968	7,097
Facility and venue hire	95,942	-	-	95,942	40,540
Marketing	104,543	-	-	104,543	69,993
Motor and travel expenses	29,881	-	-	29,881	6,952
Recharge from support and governance costs					
Bank charges	221	15	59	295	426
Accountancy fees	9,900	660	2,640	13,200	120
Professional fees	30,580	2,039	8,154	40,773	22,373
	<u>1,284,124</u>	<u>67,730</u>	<u>269,956</u>	<u>1,621,810</u>	<u>1,214,140</u>
	<u>1,284,124</u>	<u>67,730</u>	<u>269,956</u>	<u>1,621,810</u>	<u>1,214,140</u>
Analysis by fund					
Unrestricted funds	562,805	2,714	10,853	576,372	534,514
Restricted funds	721,319	65,016	259,103	1,045,438	679,626
	<u>1,284,124</u>	<u>67,730</u>	<u>269,956</u>	<u>1,621,810</u>	<u>1,214,140</u>

6 Trustees

None of the Trustees (or any persons connected with them) received any remuneration, benefits or expenses from the foundation during the year.

7 Employees

The average monthly number of employees during the year was:

2022 Number	2021 Number
<u>80</u>	<u>68</u>

THE LEEDS UNITED FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

7 Employees (Continued)

Employment costs	2022 £	2021 £
Wages and salaries	1,209,605	989,344
Social security costs	86,271	67,670
Other pension costs	26,274	19,636
	<u>1,322,150</u>	<u>1,076,650</u>

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2022 Number	2021 Number
£70,000 to £80,000	-	1
£120,000 to £130,000	1	-
	<u>-</u>	<u>-</u>

8 Intangible fixed assets

	Software £
Cost	
At 1 July 2021 and 30 June 2022	<u>1,000</u>
Amortisation and impairment	
At 1 July 2021	333
Amortisation charged for the year	200
	<u>533</u>
At 30 June 2022	<u>533</u>
Carrying amount	
At 30 June 2022	<u>467</u>
At 30 June 2021	<u>667</u>

THE LEEDS UNITED FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

9 Tangible fixed assets

	Computers £
Cost	
At 1 July 2021	54,365
Disposals	(252)
	<hr/>
At 30 June 2022	54,113
	<hr/>
Depreciation and impairment	
At 1 July 2021	38,912
Depreciation charged in the year	3,065
Eliminated in respect of disposals	(86)
	<hr/>
At 30 June 2022	41,891
	<hr/>
Carrying amount	
At 30 June 2022	12,222
	<hr/>
At 30 June 2021	15,451
	<hr/>

10 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Trade debtors	356,060	58,955
Other debtors	263	27,017
Prepayments and accrued income	45,315	30,385
	<hr/>	<hr/>
	401,638	116,357
	<hr/>	<hr/>

11 Other creditors falling due within one year

	2022 £	2021 £
Trade creditors	43,941	5,447
Other creditors	1,123	1,123
Accruals and deferred income	43,488	19,235
	<hr/>	<hr/>
	88,552	25,805
	<hr/>	<hr/>

THE LEEDS UNITED FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

12 Deferred income

	2022 £	2021 £
Other deferred income	514,801	423,442

Deferred income is included in the financial statements as follows:

	2022 £	2021 £
Deferred income is included within:		
Current liabilities	514,801	423,442
Movements in the year:		
Deferred income at 1 July 2021	423,442	136,368
Resources deferred in the year	91,359	287,074
Deferred income at 30 June 2022	514,801	423,442

13 Retirement benefit schemes

Defined contribution schemes

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

The charge to profit or loss in respect of defined contribution schemes was £26,274 (2021 - £19,636).

THE LEEDS UNITED FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

14 Restricted funds

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

	Movement in funds			
	Balance at 1 July 2021	Incoming resources	Resources expended	Balance at 30 June 2022
	£	£	£	£
Sport and physical activity	-	214,511	(186,427)	28,084
Health and wellbeing	-	27,100	(21,535)	5,565
Other	-	29,330	(23,308)	6,022
Donations and grants	216,710	778,858	(814,168)	181,400
	<u>216,710</u>	<u>1,049,799</u>	<u>(1,045,438)</u>	<u>221,071</u>

The monies received relate to income received from the following bodies and used to promote the activities analysed in the above table.

- Premier League Funding
- The FA
- The English Football League
- Network Rail
- Donations

15 Unrestricted funds

The unrestricted fund does not have any individually designated funds and therefore the general fund represents free reserves available to the foundation for developing its stated aims and objectives.

	Movement in funds			Movement in funds			
	Balance at 1 July 2020	Incoming resources	Resources expended	Balance at 1 July 2021	Incoming resources	Resources expended	Balance at 30 June 2022
	£	£	£	£	£	£	£
General Fund	<u>6,233</u>	<u>679,068</u>	<u>(624,625)</u>	<u>60,696</u>	<u>868,739</u>	<u>(715,548)</u>	<u>213,887</u>

16 Analysis of net assets between funds

	Unrestricted funds 2022	Restricted funds 2022	Total 2022	Unrestricted funds 2021	Restricted funds 2021	Total 2021
	£	£	£	£	£	£
Fund balances at 30 June 2022 are represented by:						
Intangible fixed assets	467	-	467	667	-	667
Tangible assets	12,222	-	12,222	15,451	-	15,451
Current assets/(liabilities)	201,198	221,071	422,269	44,579	216,709	261,288
	<u>213,887</u>	<u>221,071</u>	<u>434,958</u>	<u>60,697</u>	<u>216,709</u>	<u>277,406</u>

THE LEEDS UNITED FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

17 Related party transactions

Transactions with related parties

During the year the foundation received administrative support from Leeds United Football Club amounting to £81,287 and also providing services to the football club amounting to £11,471. As part of this support the football club pays some payroll costs on behalf of the foundation which are then reimbursed. At the year the foundation was owed £88,108 by the football club

18 Cash generated from operations	2022 £	2021 £
Surplus for the year	157,552	5,812
Adjustments for:		
Depreciation and impairment of tangible fixed assets	3,263	3,474
Movements in working capital:		
(Increase)/decrease in debtors	(285,281)	1,992
Increase/(decrease) in creditors	66,544	(13,594)
Increase in deferred income	91,359	287,074
Cash generated from operations	33,437	284,758