

FC Hartlepool CIO
Unaudited Financial Statements
31 May 2022

CENSIS

Chartered accountants
Exchange Building
66 Church Street
Hartlepool
TS24 7DN

FC Hartlepool CIO

Financial Statements

Year ended 31 May 2022

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FC Hartlepool CIO

Trustees' Annual Report

Year ended 31 May 2022

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 May 2022.

Reference and administrative details

Registered charity name FC Hartlepool CIO

Charity registration number 1183432

Principal office Exchange Building
66 Church Street
Hartlepool
TS24 7DN

The trustees

Mr S Shaheen
Mr J Gould
Mr T Hill
Mr C Murray (Resigned 1 September 2021)
Mr P Hackwell
Mr C Birbeck

Independent examiner Censis
Exchange Building
66 Church Street
Hartlepool
TS24 7DN

Structure, governance and management

The entity is a Charitable Incorporated Organisation, registered with the Charities Commission of England & Wales on 15 May 2019.

The organisation primarily operates as a community football club and as such is also governed by the regional Football Association, that being the Durham FA.

FC Hartlepool CIO is managed by committee with the ultimate responsibility of the entity being with the named trustees.

Objectives and activities

The object of the CIO is the promotion of community participation in health and recreation in particular by the provision of facilities for the playing of football and other sports capable of promoting physical health and fitness.

FC Hartlepool CIO

Trustees' Annual Report *(continued)*

Year ended 31 May 2022

Achievements and performance

The charity has continued to develop and to grow despite the exceptionally difficult circumstances that all sectors have faced in recent years.

Having taken on the honour of being custodians of Grayfields, the club has settled into its new guise and with an effective permanent home secured, FC Hartlepool has since moved from strength to strength in terms of community engagement, expansion of services and most importantly cementing our institution in the heart of the communities of Hartlepool.

Our community Football Club now hosts more than 30 teams in addition to a thriving 'FC Kickers' section, collectively having a huge positive impact on the health and well-being of around 500 children and young people in and around Hartlepool.

The structure that has been set will facilitate controlled and sustained growth from both football operations and community engagement perspectives in each year that we continue to operate.

Our pool of qualified (and soon to be qualified) coaches continues to grow in line with our operations in general.

Looking forward, the charity has grand designs of expanding its services across the local and wider community both through our core offering of football orientated services, but also through engagement with other third sector entities and the commencement of numerous social enrichment projects.

Sic Itur Ad Astra.

Financial review

The unrestricted reserves of the charity at 31 May 2022 amounted to £101,761 of which free reserves (i.e. those not tied up in fixed assets and designated funds) amounted to £29,790.

The designated funds amount to £19,688 representing:

	2022
	£
Team Funds	19,688

The trustees' annual report was approved on 1 February 2024 and signed on behalf of the board of trustees by:

Mr S Shaheen
Trustee

Mr J Gould
Trustee

FC Hartlepool CIO

Independent Examiner's Report to the Trustees of FC Hartlepool CIO

Year ended 31 May 2022

I report to the trustees on my examination of the financial statements of FC Hartlepool CIO ('the charity') for the year ended 31 May 2022.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Censis
Independent Examiner

Exchange Building
66 Church Street
Hartlepool
TS24 7DN

FC Hartlepool CIO

Statement of Financial Activities

Year ended 31 May 2022

		Unrestricted funds	2022 Restricted funds	Total funds	2021 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	4	14,675	50,726	65,401	85,519
Other trading activities	5	81,653	–	81,653	47,911
Investment income	6	86	–	86	23
Other income	7	1,350	–	1,350	610
Total income		<u>97,764</u>	<u>50,726</u>	<u>148,490</u>	<u>134,063</u>
Expenditure					
Expenditure on charitable activities	8	91,741	44,088	135,829	55,727
Total expenditure		<u>91,741</u>	<u>44,088</u>	<u>135,829</u>	<u>55,727</u>
Net income		<u>6,023</u>	<u>6,638</u>	<u>12,661</u>	<u>78,336</u>
Transfers between funds		28,250	(28,250)	–	–
Net movement in funds		<u>34,273</u>	<u>(21,612)</u>	<u>12,661</u>	<u>78,336</u>
Reconciliation of funds					
Total funds brought forward		67,488	26,076	93,564	15,228
Total funds carried forward		<u>101,761</u>	<u>4,464</u>	<u>106,225</u>	<u>93,564</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 6 to 15 form part of these financial statements.

FC Hartlepool CIO

Statement of Financial Position

31 May 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	12	52,283	12,984
Current assets			
Debtors	13	12,508	11,500
Cash at bank and in hand		42,692	69,080
		<u>55,200</u>	<u>80,580</u>
Net current assets		<u>55,200</u>	<u>80,580</u>
Total assets less current liabilities		107,483	93,564
Creditors: amounts falling due after more than one year	14	<u>1,258</u>	<u>—</u>
Net assets		<u>106,225</u>	<u>93,564</u>
Funds of the charity			
Restricted funds		4,464	26,076
Unrestricted funds		<u>101,761</u>	<u>67,488</u>
Total charity funds	16	<u>106,225</u>	<u>93,564</u>

These financial statements were approved by the board of trustees and authorised for issue on 1 February 2024, and are signed on behalf of the board by:

Mr S Shaheen
Trustee

Mr J Gould
Trustee

The notes on pages 6 to 15 form part of these financial statements.

FC Hartlepool CIO

Notes to the Financial Statements

Year ended 31 May 2022

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is Exchange Building, 66 Church Street, Hartlepool, TS24 7DN.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

FC Hartlepool CIO

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Plant and machinery	-	20% reducing balance
Fixtures and fittings	-	20% reducing balance
Equipment	-	20% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

FC Hartlepool CIO

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Donations and sponsors	10,675	–	10,675
Grants			
Grants receivable	4,000	–	4,000
Football Foundation	–	36,805	36,805
PFC Trust	–	3,900	3,900
Co Durham Community Fund	–	2,021	2,021
Street Games	–	6,500	6,500
Education & Skills Funding Agency	–	1,500	1,500
	<u>14,675</u>	<u>50,726</u>	<u>65,401</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Donations and sponsors	25,528	–	25,528
Grants			
Football Foundation	–	17,531	17,531
Tesco	–	1,000	1,000
Sir James Knott Trust	–	9,500	9,500
PFC Trust	–	27,060	27,060
Co Durham Community Fund	–	1,400	1,400
Sports England	2,000	–	2,000
Thirteen Group	–	1,500	1,500
	<u>27,528</u>	<u>57,991</u>	<u>85,519</u>

5. Other trading activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Subscriptions	50,487	50,487	31,103	31,103
Fundraising events	11,852	11,852	16,808	16,808
Facility hire	15,714	15,714	–	–
Advertising Boards	3,600	3,600	–	–
	<u>81,653</u>	<u>81,653</u>	<u>47,911</u>	<u>47,911</u>

FC Hartlepool CIO

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

6. Investment income

	Unrestricted Funds	Total Funds 2022	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Bank interest receivable	86	86	23	23

7. Other income

	Unrestricted Funds	Total Funds 2022	Unrestricted Funds	Total Funds 2021
	£	£	£	£
Comission	815	815	279	279
Prize Winnings	535	535	331	331
	<u>1,350</u>	<u>1,350</u>	<u>610</u>	<u>610</u>

8. Expenditure on charitable activities by fund type

	Unrestricted Funds	Restricted Funds	Total Funds 2022
	£	£	£
Football operations	91,741	–	91,741
Football Foundation - Groundworks	–	11,567	11,567
Co Durham Community Fund - Made by Sport	–	2,021	2,021
PFC Trust - Salary Costs	–	24,000	24,000
Street Games - Affordable Sessions	–	1,500	1,500
Street Games - Inequality	–	5,000	5,000
	<u>91,741</u>	<u>44,088</u>	<u>135,829</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Football operations	31,236	–	31,236
Football Foundation - Groundworks	–	16,781	16,781
Football Foundation - Return to Football	–	750	750
Tesco - Covid Impact Support	–	1,000	1,000
PFC Trust - Salary Costs	–	3,060	3,060
Co Durham Community Fund - Back to Training	–	1,400	1,400
Thirteen Group - Sports Equipment	–	1,500	1,500
	<u>31,236</u>	<u>24,491</u>	<u>55,727</u>

FC Hartlepool CIO

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

9. Net income

Net income is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation of tangible fixed assets	<u>7,964</u>	<u>390</u>

10. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2022	2021
	£	£
Wages and salaries	28,499	–
Employer contributions to pension plans	<u>411</u>	<u>–</u>
	<u>28,910</u>	<u>–</u>

The average head count of employees during the year was 1 (2021: Nil).

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

11. Trustee remuneration and expenses

All trustees provide their services on a volunteer basis and therefore, no remuneration was paid.

12. Tangible fixed assets

	Plant and machinery £	Fixtures and fittings £	Equipment £	Total £
Cost				
At 1 June 2021	7,424	4,000	2,350	13,774
Additions	<u>23,574</u>	<u>19,246</u>	<u>4,443</u>	<u>47,263</u>
At 31 May 2022	<u>30,998</u>	<u>23,246</u>	<u>6,793</u>	<u>61,037</u>
Depreciation				
At 1 June 2021	–	–	790	790
Charge for the year	<u>4,235</u>	<u>2,712</u>	<u>1,017</u>	<u>7,964</u>
At 31 May 2022	<u>4,235</u>	<u>2,712</u>	<u>1,807</u>	<u>8,754</u>
Carrying amount				
At 31 May 2022	<u>26,763</u>	<u>20,534</u>	<u>4,986</u>	<u>52,283</u>
At 31 May 2021	<u>7,424</u>	<u>4,000</u>	<u>1,560</u>	<u>12,984</u>

FC Hartlepool CIO

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

13. Debtors

	2022 £	2021 £
Trade debtors	5,200	11,500
Other debtors	7,308	–
	<u>12,508</u>	<u>11,500</u>

14. Creditors: amounts falling due after more than one year

	2022 £	2021 £
Social security and other taxes	1,128	–
Other creditors	130	–
	<u>1,258</u>	<u>–</u>

15. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £411 (2021: £Nil).

16. Analysis of charitable funds

Unrestricted funds

	At 1 June 2021 £	Income £	Expenditure £	Transfers £	At 31 May 2022 £
General	4,879	95,201	(59,241)	(11,049)	29,790
Team Funds	17,125	2,563	–	–	19,688
Strip Sponsorship	11,500	–	(11,500)	–	–
Clubhouse Fundraising	21,000	–	(21,000)	–	–
Fixed Asset Pool	12,984	–	–	39,299	52,283
	<u>67,488</u>	<u>97,764</u>	<u>(91,741)</u>	<u>28,250</u>	<u>101,761</u>

	At 1 June 2020 £	Income £	Expenditure £	Transfers £	At 31 May 2021 £
General	3,201	64,572	(31,236)	(31,658)	4,879
Team Funds	–	–	–	17,125	17,125
Strip Sponsorship	–	11,500	–	–	11,500
Clubhouse Fundraising	–	–	–	21,000	21,000
Fixed Asset Pool	–	–	–	12,984	12,984
	<u>3,201</u>	<u>76,072</u>	<u>(31,236)</u>	<u>19,451</u>	<u>67,488</u>

FC Hartlepool CIO

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

16. Analysis of charitable funds *(continued)*

Restricted funds

	At 1 June 2021 £	Income £	Expenditure £	Transfers £	At 31 May 2022 £
Sir James Knott Trust	2,076	–	–	(2,076)	–
PFC Trust	24,000	–	(24,000)	–	–
Football Foundation	–	22,274	–	(22,274)	–
Street Games - Affordable Sessions	–	1,500	(1,500)	–	–
PFC Trust - Equipment	–	3,900	–	(3,900)	–
Football Foundation - Surfaces	–	14,531	(11,567)	–	2,964
County Durham Community Fund - Made by Sport	–	2,021	(2,021)	–	–
Street Games - Inequality	–	5,000	(5,000)	–	–
Education & Skills - Develop womens game	–	1,500	–	–	1,500
	<u>26,076</u>	<u>50,726</u>	<u>(44,088)</u>	<u>(28,250)</u>	<u>4,464</u>

	At 1 June 2020 £	Income £	Expenditure £	Transfers £	At 31 May 2021 £
Football Foundation Groundworks	12,027	16,781	(16,781)	(12,027)	–
Tesco - Covid Impact Support	–	1,000	(1,000)	–	–
Football Foundation - Return to Football	–	750	(750)	–	–
Sir James Knott Trust	–	9,500	–	(7,424)	2,076
PFC Trust	–	27,060	(3,060)	–	24,000
County Durham Community Fund - Made by Sport	–	1,400	(1,400)	–	–
Thirteen Group Sports Equipment	–	1,500	(1,500)	–	–
	<u>12,027</u>	<u>57,991</u>	<u>(24,491)</u>	<u>(19,451)</u>	<u>26,076</u>

FC Hartlepool CIO

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

17. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	52,283	—	52,283
Current assets	50,736	4,464	55,200
Creditors less than 1 year	(1,258)	—	(1,258)
Net assets	<u>101,761</u>	<u>4,464</u>	<u>106,225</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	12,984	—	12,984
Current assets	54,504	26,076	80,580
Creditors less than 1 year	—	—	—
Net assets	<u>67,488</u>	<u>26,076</u>	<u>93,564</u>