ABERDEEN FC
COMMUNITY
TRUST

ABERDEEN FC COMMUNITY TRUST
REGISTERED CHARITY NO: SC044720

TRUSTEES REPORT
AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

ABERDEEN FC COMMUNITY TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Duncan R Skinner (Chair) James Knowles (Vice-Chair) Louise M Baxter Barry R Douglas (Resigned 15 May 2018) Edel B Harris (Resigned 13 August 2019) Jill L Harris (Resigned July 2018) Neil Hendry Steve Innes (Resigned 10 March 2020) Innes Walker (Resigned 15 May 2018) E David Johnston (Resigned November 2017) Gregory Poon MBE (Resigned November 2017) George K Yule (Resigned August 2018) Gordon Edwards (Appointed 17 July 2018) Robert Wicks (Appointed 17 July 2018) Duncan Barry (Appointed 13 November 2018)
Charity number	SC044720
Principal address	Pittodrie Stadium Pittodrie Street Aberdeen AB24 5QH
Auditors	Hall Morrice LLP 6 & 7 Queens Terrace Aberdeen AB10 1XL
Bankers	Bank of Scotland PLC PO Box 17235 Edinburgh EH11 1YH
Solicitors	Burness Paull LLP Union Plaza 1 Union Wynd Aberdeen AB10 1DQ

ABERDEEN FC COMMUNITY TRUST

CONTENTS

ABERDEEN FC COMMUNITY TRUST

TRUSTEES' REPORT
YEAR ENDED 30 JUNE 2019

The Trustees present their report and audited financial statements for the year ended 30 June 2019.

Objectives and Activities

AFCCT's vision is 'To provide support and opportunity to change lives for the better'.

This vision is achieved by ensuring its community activities are focused on its registered charitable purposes across three Pillars of activity, providing multiple benefits to participants:

- Football for Life
- Education
- Healthy Communities

UEFA and Scottish FA commissioned a Social Return on Investment report to determine the "unique tangible evidence" that participation in football impacts on Aberdeen and Aberdeenshire region's economy, society and health. It concluded that for every £1 invested in AFCCT and football participation in the North East, AFCCT and its partners deliver a £10 return.

AFCCT continues to build upon its strong Volunteering programme which enjoys the engagement of 57 Volunteers. This year has seen additional opportunities for its Youth Ambassadors and has included the creation of the Youth Committee. Many of our young people benefit through participation in the Saltire programme which provides formal recognition of their volunteering commitments with 2,526 hours recorded. We collaborate with local and national government in addition to local business and communities in the delivery of our programming

AFCCT celebrated its 5th birthday in 2019 during which it achieved the Queens Award for Charities. The award recognised the 20,014 volunteering hours contribution from our supporters. Significantly, this year saw AFCCT receive recognition from UEFA, through their prestigious Grassroots Awards, as the "Best Professional Club" across all of UEFA's 55 member nations.

Business Review

Introduction

AFCCT is an independent charity with its own staffing, governance and financial arrangements, albeit working closely with Aberdeen Football Club (AFC) as its partner charity. This report summarises the progress that AFCCT has made in its fifth year as an independent charity.

Core Operations and Activities

The incoming resources for the year amounted to £982,097 and resources expended amounted to £1,023,813, resulting in net outgoing resources of £41,716. Principal income streams included participative football programmes, club development, Primary School Football, Girls Leagues and SFA Coach Education courses. Funds are also raised through Grants, Corporate Sponsorship, individual donors together with fundraising events and activities.

AFCCT Partner School programmes using health and wellbeing interventions to close the poverty-related attainment gap have increased from 3 to 13 schools supporting over 8,000 pupils. During the year to 30 June 2019, AFCCT in partnership with local authorities piloted the PeterDeen Project, a new funding stream that received recognition as the Scottish Professional Football League 'Trust Project of the Year'.

Core Operations and Activities (Continued)

AFCCT enables widespread participation across communities. We delivered 1,769 events during the period with related community participant numbers of 20,402 with the associated number of community 'participations' of 424,299.

AFCCT has 26 staff members at 30 June 2019 and is currently supported by approximately 29 sessional staff. Although the overall number of employees remains stable at 55 personnel, salary costs compared to the prior period increased due to an annual salary increase in July 2018 followed by a salary grading restructuring in December 2018.

Operations income from participative football programmes and Scottish FA Coach Education programmes contribute a reliable level of earned income representing approximately 33% of total income in the period. The income from grants increased by 10% to 47% of total income whereas other income from individual donors, fundraising events and investment income contributed 20% to the overall increase of 4% in the current year's total income.

Funding Sub-Committee

The Funding Sub-Committee is now in its 4th year and oversees the overall Funding and Business Development requirements for the Trust with a clear focus on forward planning around grant applications, corporate sponsorship and individual donors together with the required level of fundraising events and activities. This aims to provide the Trust with a strong core foundation of funding.

Risk Management

The Trustees are revising the risk management strategy which will include a bi-annual review of the risks that AFCCT may face, the establishment of systems and procedures to mitigate any risks identified and the implementation of processes and procedures designed to minimise any potential impact on AFCCT should those risks identified materialise. The continued strengthening of process, procedure, policy and governance framework has made progress in the period and continues to be a priority focus.

The major risk identified which AFCCT is exposed to at the year-end is the level of unrestricted reserves it holds against its policy to cover four months annual budgeted expenditure for activities. Further details of this are highlighted below.

Financial Review and Reserves Policy

AFCCT continues to operate in a challenging political and economic environment with the unknown impact of Brexit and the continued economic uncertainty in the local economy as the city evolves and reduces its reliance on the oil and gas industry. Maintaining a balance on provision of programmes, projects and partnership working whilst ensuring they are financially sustainable is still an issue that requires careful management as well as strategic planning and control.

AFCCT recognise that the rate of growth in grants and other funding may not be as high in the future and subject to change annually in particular local authority grant funding. The Trust aims to return a surplus each year in order to build reserves to a level that would meet a minimum of four months budgeted expenditure. The overall net surplus for unrestricted funds for the year has increased by 84% to £59,264 to 30 June 2019. Current projections indicate that four months costs would be in the region of £341,271 whereby 56% of the cost (£191,112) is associated with unrestricted activities.

Financial Review and Reserves Policy (Continued)

The Trustees policy therefore, is to hold sufficient free reserves (in unrestricted funds) to cover four months annual budgeted expenditure for unrestricted activities. The reserves are needed in the event of unexpected costs or reduced income levels, which might otherwise threaten the programme of activities AFCCT have put in place.

Post-Year End Events

Preparation of the statutory accounts was delayed to await the approved AFCCT and AFC Board decisions concluding that the original 60/40% ownership of the Kingsford Training Facilities would no longer be appropriate. The change in strategy resulted in a significant financial transaction between the AFC and AFCCT Trust and was formerly agreed with a 22-year facility lease arrangement to enable the AFCCT to utilise the new training facilities at Kingsford from 1 January 2020.

The AFCCT finance manager left the business in August 2019 and a recruitment process commenced in September resulting in a new finance manager being hired by the AFCT in early January 2020. While statutory accounts were deemed the first priority for the new finance manager it took until March 2020 to have the accounts prepared, the FY18/19 field audit completed and the preliminary results presented at the AGM on 10 March.

During the final audit review of the statutory accounts the AFCCT organisation went into COVID19 Lockdown in line with government guidelines and the offices closed on 18 March 2020 and AFCCT partner school coaches were removed from the partner schools by 20 March 2020. The Kingsford facilities were closed and pitch hire bookings cancelled from 13 March 2020. The organisation has successfully adapted to remote working conditions.

AFCCT set up a COVID19 Core Business Interruption Team to provide leadership and guidance to the wider organisation that ensures ongoing charitable activity support whilst maintaining finance & business controls and processes. AFCCT continue to work in partnership with AFC for day to day operational support and HR & IT support to enable a successful 'working from home' environment. Accounts Payable/Receivable transactions continue to be processed remotely by AFC Finance that enable regular payment schedules for payroll activities and accounts payable obligations.

A monthly review of rolling budget & cashflow forecasts with AFCCT management and the Trustee Chairman are implemented.

The current forecast assumes a restart of the football activities including the re-opening of Kingsford facilities will be 1 January 2021. Fundraising events have been delayed to Q1/2021 to address currently unknown government hospitality guidelines for social distancing.

PEF schools however are still planned for restart after the summer holidays. Early indications from current contract negotiations with 23 PEF Schools, Aberdeen and Shire Council are that AFCCT will be delivering a service in a phased approach that will include Virtual Education programs. AFCCT are also exploring similar technology opportunities for a Virtual football program.

COVID19 Pandemic Event has also provided the AFCCT with new opportunities to deliver the 'StillStandingFree' Campaign mainly for food delivery to vulnerable families and a wellbeing call campaign. AFCCT have received additional funding and donations for food delivery and wellbeing (MINDSET) activities totalling £335,000. Further funding applications are in progress.

Post-Year End Events (Continued)

AFCCT have successfully applied for the Job Retention Scheme (JRS) funding for 14 staff on furlough for April and May, however AFCCT anticipate a reduction of JRS funding for the June to October period that will be dependent on agreed school program deliveries. A review of the staff organisation is ongoing to meet the demands of the school and football programs as well as preparing for wellbeing initiatives.

The Trust is in a strong financial position, with a cash balance of around £366,000 at the beginning of May and a growing stream of Revenues, albeit curtailed going forward due to COVID-19.
While 14 of the staff have currently been furloughed the remainder of the organisation are working hard on charitable activities to support the most vulnerable in our communities.
The forecast for the financial year 19/20 shows our cash reserves (June 2020 closing balance of £403,453) are adequate to cope with the existing reduction in activities. While budgeting for a slower return to normality later in year 2020 the Trust forecast that the next financial year 20/21 will see an increase in revenues and a cash balance of £100,800 as at June 2021. The Profit & Loss forecast currently shows estimated revenue of £1,294,000 with a net contribution of £37,155 for financial year 19/20 and predicts a revenue stream of £1,332,000 with a net contribution of £61,000 forecast for financial year 20/21.

Summary

The Board of Trustees is of the opinion that AFCCT's fifth year of operation has been successful whilst recognising that the key focus is to continue improving and strengthen the business governance, organisation and functions in order to support future plans and growth.

AFCCT has received outstanding support from so many sources that it is impossible to list them all. The AFCCT Board extend their sincere gratitude to every single individual and organisation who have provided assistance to AFCCT, and no matter the scale of that contribution, every one of those supporters has contributed to improving someone's life in the North East of Scotland.

The award from UEFA as the" Best Professional Club" is testament to the partnership-working within the city and region, and the AFCCT Board of Trustees acknowledge the superb support provided by the Supporters, Staff and Directors at AFC.

Trustees

The Trustees of the charity and key administrative details of the charity are set out on the Legal and Administrative Information page.

Structure, Governance and Management

Aberdeen FC Community Trust (AFCCT), Scottish Charity number SC044720 is a Scottish Charitable Incorporated Organisation which was registered with the Office of the Scottish Charity Regulator on 7 March 2014.

The Board of Trustees reflect the different stakeholders and environment in which AFCCT operates, and Trustees are appointed based on the skills they can bring to the organisation.
When considering appointing new Trustees, the Board has regard to the requirements for any specialist skills needed in order to support the charity's work.

Statement of Trustees' Responsibilities

The Trustees 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).

The law applicable to charities in Scotland 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 charity and of the incoming resources and application of resources, of the charity for that period.

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

- selecting suitable accounting policies and applying them consistently;
- observing the methods and principles in the Charities SORP 2015 (FRS 102);
- making judgments and estimates that are reasonable and prudent;
- stating whether applicable accounting standards have been followed, subject to any material departure disclosed and explained in the financial statements; and
- preparing 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 proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the charity's constitution. 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Audit Information

In so far as the Trustees are aware:

- there is no relevant audit information of which the charity's auditors are unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Auditors

Hall Morrice LLP have indicated their willingness to be reappointed as auditors and a resolution to reappoint them will be proposed at the forthcoming Annual General Meeting.

On behalf of the Board of Trustees
Duncan Skinner
(Chair)
4 June 2020

ABERDEEN FC COMMUNITY TRUST

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF ABERDEEN FC COMMUNITY TRUST

We have audited the financial statements of Aberdeen FC Community Trust (the 'charity') for the year ended 30 June 2019 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, 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 charity's affairs as at 30 June 2019, and of its incoming resources and application of resources, 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 Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 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 charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities Accounts (Scotland) Regulations 2006 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out in the Trustees' report, the trustees are responsible for the preparation of financial statements which 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with regulations made under that Act.

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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

ABERDEEN FC COMMUNITY TRUST

INDEPENDENT AUDITOR'S REPORT (CONTINUED)
YEAR ENDED 30 JUNE 2019

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Hall Morrice LLP

Hall Morrice LLP
Statutory Auditors
Aberdeen
4 June 2020

ABERDEEN FC COMMUNITY TRUST

STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 30 JUNE 2019

	Notes	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Income and endowments from:					
Grants	2	47,757	416,578	464,335	353,034
Soccer school and courses	3	301,951	17,225	319,176	324,833
Donations	4	91,688	-	91,688	52,942
Sponsorship	5	-	-	-	50,000
Other income	6	86,938	9,092	96,030	160,590
Investment income		10,868	-	10,868	-
Total Income		539,202	442,895	982,097	941,399
Expenditure on:					
Raising funds	7	30,172	-	30,172	60,804
Charitable activities	8	540,460	453,181	993,641	862,738
Total expenditure		570,632	453,181	1,023,813	923,542
Net (expenditure)/income		(31,430)	(10,286)	(41,716)	17,857
Gross transfer between funds		898,400	(898,400)	-	-
Net movement in funds		866,970	(908,686)	(41,716)	17,857
Total funds brought forward		542,294	908,686	1,450,980	1,433,123
Total funds carried forward		1,409,264	-	1,409,264	1,450,980

ABERDEEN FC COMMUNITY TRUST

BALANCE SHEET
AS AT 30 JUNE 2019

	Notes	2019 £	2019 £	2018 £	2018 £
Fixed assets					
Tangible assets	11		2,045,185		590,846
Intangible assets	12		1,440		1,440
			2,046,625		592,286
Current assets					
Debtors	13	1,220,253		75,697	
Cash at bank and in hand		304,664		1,335,804	
		1,524,917		1,411,501	
Creditors: amounts falling due within one year	14	(2,162,278)		(552,807)	
Net current (liabilities)/assets			(637,361)		858,694
Net assets			1,409,264		1,450,980
Reserves					
Restricted funds	16		-		908,686
Designated funds	16		1,350,000		510,000
Unrestricted funds	16		59,264		32,294
			1,409,264		1,450,980

The financial statements were authorised for issue and approved by the Board on 4 June 2020.

Duncan R Skinner
Chair & Trustee

ABERDEEN FC COMMUNITY TRUST

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	£	£
Cash used in operating activities (Note 21)	671,458	219,320
Cash flows from investing activities		
Purchase of tangible fixed assets	(1,702,598)	(511,152)
	(1,031,140)	(291,832)
Net cash used in financial activities		
Payments of finance lease obligations	-	(78,502)
Net decrease in cash and cash equivalents	(1,031,140)	(370,334)
Cash and cash equivalents at beginning of year	1,335,804	1,706,138
Cash and cash equivalents at end of the year	304,664	1,335,804
	========	========

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

1 Accounting policies

1.1 Basis of preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to the accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

The charity constitutes a public benefit entity as defined by FRS 102.

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

The Charity has adequate resources and is well placed to manage future risks. The Charity's planning process, including financial projections, has taken into consideration the current economic climate and its potential impact on the various sources of income and planned expenditure. The Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. The Trustees believe that there are no material uncertainties that call into doubt the Charity's ability to continue. The financial statements have therefore been prepared on the basis that the Charity is a going concern.

1.2 Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. Income from grants and courses which are received in advance of the planned activity are treated as deferred income and accounted for in the period in which the activity occurs.

1.3 Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Expenditure includes VAT which cannot be recovered and is reported as part of the expenditure to which it relates.

1.4 Tangible fixed assets

Tangible fixed assets are depreciated to write down their cost in equal annual amounts over their estimated useful lives down to their estimated residual value. The following straight-line depreciation rates have been used:-

Fixtures and Fittings	20%
Computer Equipment	20%
Buildings	25%
Sports Equipment	20%

1.5 Stock

Stock purchased for sale is valued at the lower of cost and net realisable value.

1.6 Deferred income

Incoming resources are not recognised in the Statement of Financial Activities until AFCCT is entitled to use that resource. Deferred income represents funds received in advance of the activity which generates that entitlement taking place.

1.7 Intangible assets
The Brand Rights of registering AFCCT's 'Donny the Sheep' logo are stated at cost.

1.8 Donated services and facilities
AFC donates the time and costs of staff employed by AFC to provide marketing, payroll and human resources, IT support and finance services. AFC also provided office accommodation. Staff costs are pro-rated based on the hours worked by AFC staff on AFCCT activities, and the value of office and ancillary rooms is based on the cost of buying similar accommodation in the City of Aberdeen.

1.9 Pension costs
Contributions to AFCCT's defined contribution auto-enrolment scheme are charged to the Statement of Financial Activities in the period in which they become payable.

1.10 Fund accounting
Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees.

Restricted funds can only be used for particular restricted purposes within the objectives of the charity. Restrictions arise when imposed by the donor or when the funds are raised for particular restricted purposes.

1.11 Debtors
Trade and other debtors are recognised at the settlement amount. Prepayments are valued at the amount prepaid.

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

1.13 Leases
Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to the profit and loss account so as to produce a constant periodic rate of interest on the remaining balance of the liability.

1.14 Cash and cash equivalents
Cash and cash equivalents are basic financial assets and 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.

2 Income - grants

	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
TESCO	-	-	-	13,825
Dons Family in Training	-	-	-	7,560
Fit Fans in Training	-	3,856	3,856	8,672
Torry United - PEF	-	39,000	39,000	30,000
Buchanhaven/PEF	-	22,000	22,000	11,000
Kaimhill/PEF	-	15,288	15,288	3,077
Quarryhill Primary PEF	-	15,000	15,000	-
Manor Park Primary PEF	-	30,000	30,000	-
Loirston Primary PEF	-	6,000	6,000	-
Dyce Primary PEF	-	9,000	9,000	-
Dale Park Primary PEF	-	15,000	15,000	-
Meethill Primary PEF	-	8,250	8,250	-
Clerkhill Primary PEF	-	15,000	15,000	-
WCE Holiday Programme	-	20,144	20,144	2,500
Health & Wellbeing	10,090	-	10,090	19,840
Alternative Therapies	-	-	-	4,735
Youth Projects	-	750	750	24,308
SFA Football Development	-	23,327	23,327	21,500
Life Changes Trust	-	14,137	14,137	29,682
The Robertson Trust	-	18,000	18,000	18,000
SFA McDonald Funding	-	4,167	4,167	10,000
SFA Equity Post	-	-	-	21,936
School of Football	-	51,483	51,483	18,966
Primary School Funding	-	-	-	16,016
WCE Garioch Programme	-	19,843	19,843	12,917
Walking Wellness	-	-	-	5,000
McDonalds Project Income	-	13,333	13,333	-
Club Services	-	3,000	3,000	-
Peterdeen School	-	70,000	70,000	-
University of Aberdeen	6,667	-	6,667	-
Network Rail	6,500	-	6,500	-
Community Grants – ACC	-	-	-	37,500
Community Grants – ACC	24,500	-	24,500	36,000
	47,757	416,578	464,335	353,034

In the year to 30 June 2018 £279,534 was attributable to Restricted Funds and £73,500 to Unrestricted Funds.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2019

3 Income – Soccer schools and courses

	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Summer holiday courses	39,880	-	39,880	76,111
October holiday courses	9,480	-	9,480	13,981
Festive holiday courses	1,890	-	1,890	6,073
Easter holiday courses	23,225	-	23,225	24,300
Soccer academy	33,717	-	33,717	2,517
Coach education courses	20,418	-	20,418	25,979
School football centres	69,837	-	69,837	75,785
Other courses	103,504	17,225	120,729	100,087
	301,951	17,225	319,176	324,833

In the year to 30 June 2018 all income was attributable to Unrestricted Funds.

4 Income – Donations

	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Other private donations	23,579	-	23,579	23,444
Charity donations	30,281	-	30,281	29,498
Dormant bank account fund	37,828	-	37,828	-
	91,688	-	91,688	52,942

In the year to 30 June 2018 all income was attributable to Unrestricted Funds.

5 Income – Sponsorship

	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Apache	-	-	-	50,000

In the year to 30 June 2018 all income was attributable to Unrestricted Funds.

6 Income – Activities for generating funds

	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Dinners and events	71,662	-	71,662	148,884
Other	15,276	9,092	24,368	11,706
	86,938	9,092	96,030	160,590

In the year to 30 June 2018 all income was attributable to Unrestricted Funds.

7 Expenditure – Activities for generating funds

	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Dinners and events	30,172	-	30,172	60,804

In the year to 30 June 2018 all expenditure was attributable to Unrestricted Funds.

8 Charitable activities

	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Staff costs	248,581	432,599	681,180	608,286
Facility hire	56,860	7,868	64,728	64,582
Kit and equipment	20,970	489	21,459	12,872
Giveaways	23,889	7,639	31,528	45,353
Training and development	61,386	-	61,386	11,519
Motor and travel	46,720	720	47,440	36,184
Rent of office space	9,881	-	9,881	16,204
Office	9,126	-	9,126	8,942
Advertising	2,930	693	3,623	9,973
General	9,964	3,173	13,137	13,699
Bank charges	1,285	-	1,285	918
Audit fees	8,400	-	8,400	5,320
Legal and professional	2,209	-	2,209	-
Depreciation	38,259	-	38,259	28,886
	540,460	453,181	993,641	862,738

In 2018, £279,534 was attributable to Restricted funds and £583,204 to Unrestricted funds.

Audit fees relates to fees payable for the audit of the charity's annual report and financial statements.

9 Trustees

No trustees received remuneration from the charity and no trustees are paid any expenses for attending board meetings.

10 Employees

Number of employees	2019 Number	2018 Number
The average monthly number of employees during the year was:		
Coaching	50	57
Business, operations coordination and fundraising and events	5	5
	55	62

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2019

10 Employees (Continued)

Employment costs	2019 £	2018 £
Wages and salaries	622,360	566,748
Social security costs	50,370	38,293
Other pension costs	8,450	3,245
	681,180	608,286

There were no employees whose annual remuneration was £60,000 or more.

During the year the key management personnel employee benefits total £94,915 (2018 - £83,353).

11 Tangible assets

	Buildings £	Sports equipment £	Computer equipment £	Fixtures fittings & equipment £	Total £
Cost					
At 1 July 2018	640,913	3,862	4,371	818	649,964
Additions	1,685,206	-	631	16,761	1,702,598
Disposals	(210,000)	-	-	-	(210,000)
At 30 June 2019	2,116,119	3,862	5,002	17,579	2,142,562
Depreciation					
At 1 July 2018	54,548	2,453	1,503	614	59,118
Charge for the year	32,727	774	873	3,885	38,259
At 30 June 2019	87,275	3,227	2,376	4,499	97,377
Net book value					
At 30 June 2019	2,028,844	635	2,626	13,080	2,045,185
At 30 June 2018	586,365	1,409	2,868	204	590,846

12 Intangible assets

	Brand rights £
Cost	
At 1 July 2018 and 30 June 2019	1,440
Amortisation	
At 1 July 2018 and 30 June 2019	-
Net book value	
At 30 June 2019	1,440
At 30 June 2018	1,440

Brand Rights represents the costs incurred in registering AFCCT's Donny The Sheep brand and logo.

13 Debtors

	2019	2018
	£	£
Trade debtors	116,137	40,161
Amounts owed by associated undertakings	1,050,000	-
Prepayments and accrued income	54,116	35,536
	1,220,253	75,697

In 2018 and 2019, £nil and £69,950 respectively of Debtors related to Restricted Funds.

14 Creditors: amounts falling due within one year

	2019	2018
	£	£
Trade creditors	71,051	30,449
Amounts owed to associated undertakings	110,352	76,804
Other taxes and social security	16,108	18,094
Other creditors and accruals	1,715,188	244,111
Deferred income	249,579	183,349
	2,162,278	552,807

In 2018 and 2019, £77,851 and £139,288 respectively of Creditors related to Restricted Funds.

15 Pension and other post-retirement benefit commitments

The charity operates an approved defined contribution group auto-enrolment scheme for eligible employees with The Peoples Pension, a scheme which commenced on 1 August 2014. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost charged for the period was £8,450 (2018 - £3,245).

16 Movement in funds

	Balance at 01/07/18 £	Incoming resources £	Resources expended £	Transfers £	Balance at 30/06/19 £
Unrestricted funds					
General fund	32,294	539,202	(570,632)	58,400	59,264
Designated funds					
Kingsford	510,000	-	-	840,000	1,350,000
Restricted funds					
Dons Family in Training		-	436	436	-
Fit Fans in Training		3,856	3,856	-	-
Torry United - PEF		39,000	39,000	-	-
Buchanhaven/PEF		22,000	22,000	-	-
Kaimhill/PEF		15,288	15,288	-	-
Quarryhill Primary PEF		15,000	15,000	-	-
Manor Park Primary PEF		30,000	30,000	-	-
Loirston Primary PEF		6,000	6,000	-	-
Dyce Primary PEF		9,000	9,000	-	-
Dale Park Primary PEF		15,000	15,000	-	-
Meethill Primary PEF		8,250	8,250	-	-
Clerkhill Primary PEF		15,000	15,000	-	-
WCE Holiday Programme		20,144	20,144	-	-
Youth Projects		750	2,574	1,824	-
SFA Football Development		23,327	23,327	-	-
Life Changes Trust		14,137	14,137	-	-
The Robertson Trust		18,000	18,000	-	-
SFA McDonald Funding		4,167	4,167	-	-
SFA Equity Post		-	944	944	-
School of Football		51,483	51,483	-	-
Primary School Funding		-	6,887	6,887	-
WCE Garioch Programme		19,843	19,843	-	-
McDonalds Project Income		13,333	13,333	-	-
Club Services		3,000	3,000	-	-
Peterdeen School		70,000	70,000	-	-
Disability Football		9,545	9,545	-	-
Footy Tea		7,680	7,680	-	-
Inverurie Youth Diversionary		5,000	5,000	-	-
Game On		4,092	4,092	-	-
Alternative Therapies		-	195	195	-
Kingsford	908,686	-	-	(908,686)	-
	908,686	442,895	(453,181)	(898,400)	-

16 Movement in funds (Continued)

Dons Family in Training - A programme where AFCCT trained coaches work with Dons families to become healthier and fitter as well as giving opportunities to see behind the scene at Pittodrie and Harlaw Park. The aim is that families that participate live a healthier lifestyle after taking part in the project.

Fit Fans in Training – Football Fans in Training is a health & wellbeing initiative aimed primarily at males aged 35 to 65, who are significantly overweight. Funded by NHS Grampian, the 13 week programme focusses on healthy eating, increased physical activity and healthy lifestyle choices.

Pupil Equity Funding (PEF) - A partnership delivery between AFCCT and schools in Aberdeen City and Aberdeenshire that delivers the following programmes, being Breakfast Club, Footy Tea, Redstart, Better Playground Play for the following schools:
Torry United (including Team Tullos)
Buchanhaven United (including Peterhead United)
Kaimhill Primary
Quarryhill Primary
Manor Park Primary
Loirston Primary
Dyce Primary
Dale Park Primary
Meethill Primary
Clerkhill Primary

WCE Holiday Programme - This programme delivers Food n Fun during the school holiday period to provide fun activities as well as breakfast and lunch to those children who attend in socially deprived areas and is a pilot project in this period.

Youth Projects - This work relates to the Youth Ambassadors project to support young people to gain essential skills, qualifications and experiences to become role models and sports coaches in their local community. It also includes a new project with to deliver football and dance at Pittodrie Stadium to encourage wider community participation.

SFA Football Development - Core funding to support development in the grassroots game by increasing participation, developing clubs, supporting leagues and educating coaches.

Life Changes Trust - A partnership arrangement that encompasses a city wide approach to help people living with dementia access physical activity across Aberdeen. All of the sessions are facilitated by staff members who have completed Dementia information sessions with Alzheimer's Scotland.
Each partner is committed to integrating people living with Dementia, their families and their carers into existing services By working collaboratively the aim is to increase opportunities to as many people in the community, offer support to people and to make Aberdeen a Dementia Friendly City.

The Robertson Trust - Funds that are a contribution towards core salary costs for the Community Operation Manager role.

SFA Funding - Contributes towards core salary costs for the roles of SFA Community Coach and SFA Equity Officer in the period.

16 Movement in funds (Continued)

School of Football - A project based in Northfield Academy with the aim of developing the social and academic skills of the young people there. The initiative was designed on the basis that the pupils would learn many new skills that could be developed while working in a football environment which could then be transferred to school work and social situations.

Primary Schools Football – This is the only primary schools football league within the city playing fixtures on a Saturday morning in line with the national player pathway under the AFCCT brand. Primary Schools Football supports 4v4 football as well as 7v7 football for primary schools, to further support the national player pathway that is set for children's football by the Scottish FA, with a 4v4 sections for Primary 3 and a 7v7 section for Primary 4-7.

WCE Garioch Programmes - This is the partnership between AFCCT and Garioch Sports Trust to increase participation in the Inverurie and surrounding area, replicate the Trust project portfolio, further increase Inverurie Loco Works Wider Community Engagement and create a full player pathway via the Community Club Project.

McDonalds Project Income - Participatory activity to introduce primary school aged children to football activity and create pathways to regular provision via clubs and leagues.

Club Services - Additional support to clubs for bespoke services to improve their quality of coaching through additional educational inputs and courses.

Peterdeen School - Alternative curriculum offer for 14-16 year olds where the existing school curriculum is not meeting their needs. Using football, physical activity and youth works as hooks to improve outcomes for young people with behavioural, emotional and social wellbeing challenges.

Disability Football - Participative football coaching activity for individuals with learning difficulties and disabilities, whilst creating pathways to regular team based matchdays.

Footy Tea - Football coaching and physical activity provision for young people with an evening meal included, whilst improving social etiquette and communication skills.

Inverurie Youth Diversionary - Anti social behaviour provision in identified hotspots of local crime to divert young people away from negative behaviour and towards participating in positive activity.

Game On - Active aging initiative with a range of physical activities for older people. Targeted support around social inclusion and signposting to required services.

Alternative Therapies – A variety of activities that take place in several residential care homes in Aberdeen that include gentle movement, games and relaxation sessions with the residents.

16 Movement in funds (Continued)

Kingsford

The Trust received a £1million contribution in 2018 to support the capital costs of the Community Facilities at Kingsford.

These funds were placed on a 30 Day Notice Interest account with the Bank of Scotland earning an (unrestricted) investment income of £10,868 in the year ended 30 June 2019 before closing the 30 Day Notice Interest account.

Development of the land and building commenced in June 2018 and AFCCT accrued £1,677,706 of development costs to AFCCT Fixed Assets (Land & Building) in recognition of value of work completed as at the year end.

In April 2019 the £1million contribution was reassigned by the donor for the charity's general unrestricted use and transferred to the Kingsford Designated Fund.

While the original intention in regard to the raising of funds for the Phase 1 Training Facilities at Kingsford contemplated an ownership in the ratio of 60% AFCCT and 40% AFC with asset ownership in proportion, only £1,350,000 were contributed by AFCCT. Subsequently AFCCT and AFC Board decisions concluded that the 60/40% ownership of the Training Facilities would no longer be appropriate and alternatively AFCCT will enter into a long term lease arrangement with AFC and make a payment of £1,350,000 in advance for use of the facilities for 22 years. The change in strategy also released £210,000 originally provisioned for a further land payment, however no longer due as the land is owned by AFC.

17 Analysis of net assets between funds

	Unrestricted funds £	Designated funds £	Restricted funds £	Total £
Fund balances at 30 June 2019 are Represented by:				
Tangible fixed assets	67,479	1,977,706	-	2,045,185
Intangible fixed assets	1,440	-	-	1,440
Current assets	335,629	1,050,000	139,288	1,524,917
Creditors: amounts falling due within one year	(345,284)	(1,677,706)	(139,288)	(2,162,278)
	59,264	1,350,000	-	1,409,264

18 Operating lease commitments

Lessor

At the reporting end date the company had contracted with another party for the following minimum lease payments:-

	2019 £	2018 £
Within one year	13,000	-
Between two and five years	40,140	-
	53,140	-

19 Related parties

Aberdeen Football Club Limited is considered to be a Related Party on the basis that it can significantly influence the activities of AFCCT and has two Trustees who are also directors of AFC.
During the year, AFCCT occupied premises within Pittodrie Stadium the home of AFC. AFC provide marketing, payroll and human resources, IT support and finance services. An exercise was carried out to ascertain a value for the offices used by the permanent staff of AFCCT and the value of staff employed by AFC was ascertained by reference to the hours worked on AFCCT matters.

The following amounts have been grossed up within the Financial Statements for the year to 30 June 2019:-

	2019 £	2018 £
Staff costs	50,400	50,400
Rent of office space	12,000	12,000
	62,400	62,400

At 30 June 2019 AFCCT was due £110,352 (2018 - £76,804) to AFC in respect of various costs paid by AFC. A loan was also advanced to AFC of £1,050,000 during the year and this remains outstanding at 30 June 2019 (2018 - £nil).

At 30 June 2019, AFCCT was due Stadium Aberdeen Limited, a subsidiary of AFC, £1,677,706 relating to development work at the Kingsford site. This is contained within Other creditors and accruals in note 14 to the financial statements.

20 Subsequent events

Following the AFCCT and AFC Board decisions to reverse the 60/40% ownership of the Training Facilities, AFCCT have completed the sale for the partial developed land of £1,977,706 to AFC with no gain/loss incurred and entered into a long term lease arrangement with AFC with a payment of £1,350,000 in advance for use of the facilities for 22 years. Moreover, AFC have repaid the loan of £1,050,000 with accumulated interest of £30,868.

In the subsequent year, one Trustee who was also a director of AFC tendered his resignation from AFC and remains an AFCCT Trustee. Resignations were also received from AFCCT key management personnel and new management personnel are holding the position of Chief Executive Officer and Finance Manager.

21 Cash generated from operations

	2019 £	2018 £
Net movement in funds	(41,716)	17,857
Disposal of fixed assets	210,000	-
Depreciation of tangible fixed assets	38,259	28,886
Movements in working capital:		
Decrease in stocks	-	10,141
(Increase)/Decrease in debtors	(1,144,556)	8,442
Increase in creditors	1,543,241	197,108
Decrease/(Increase) in deferred income	66,230	(43,114)
Cash generated by operations	671,458	219,320