

The Raw Foundation
Unaudited Financial Statements
31 August 2019

CENSIS
Chartered Accountants
Exchange Building
66 Church Street
Hartlepool
TS24 7DN

The Raw Foundation

Financial Statements

Year ended 31 August 2019

	Page
Trustees' annual report	1
Independent examiner's report to the trustees	5
Statement of financial activities	6
Statement of financial position	7
Statement of cash flows	8
Notes to the financial statements	9

The Raw Foundation

Trustees' Annual Report

Year ended 31 August 2019

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 August 2019.

Reference and administrative details

Registered charity name The Raw Foundation

Charity registration number 1124963

Principal office Exchange Building
66 Church Street
Hartlepool
TS24 7DN
Durham

The trustees

W R Webb
A Bowerman
N Flint
N A Carlile
C J Lovegrove

Accountants Censis
Chartered Accountants
Exchange Building
66 Church Street
Hartlepool
TS24 7DN

Structure, governance and management

The trustees were those appointed on establishment of the charity or have been appointed subsequently. Appointment and removal is in accordance with the Trust Deed which requires that appointment is approved by a resolution of the trustees passed at a special meeting.

Objectives and activities

The charity's objects are:

1. The prevention/relief of poverty anywhere in the world.
2. The promotion of community participation in healthy recreation within disadvantaged communities.
3. The provision of facilities for playing association football or other leisure time occupation in the interests of social welfare for recreation.
4. The relief of financial hardship, either generally or individually, of people.
5. Other charitable purposes.

The Raw Foundation

Trustees' Annual Report *(continued)*

Year ended 31 August 2019

Objectives and activities *(continued)*

The Raw Foundation which encompasses Lionsraw is a movement that mobilises passionate football fans who believe they can make a difference in the lives of others locally and globally.

We seek to do this by mobilising and encouraging football supporters to volunteer their time and/or money to local community projects or as part of specific Legacy Tours.

We exist to engage with any fans, regardless of sex, race, faith or colour. We simply want to work with people who want to make a difference in the lives of others at local and global levels.

The Lionsraw vision was conceived in the Stadium of Light in Lisbon in the summer of 2004 by Jon Burns. Jon wondered how many of the 60,000 fans in the stadium shared both a passion for the beautiful game and a belief that this passion could be used to change lives. He wondered what great things could be achieved if it were possible to harness that passion and belief.

This vision has since developed from its roots in the North East of England into a global movement of fans who share the same vision.

To learn more about Lionsraw you can visit our website on www.lionsraw.org

The Raw Foundation

Trustees' Annual Report *(continued)*

Year ended 31 August 2019

Achievements and performance

We continue to maximise the giving of individuals, corporate companies, trust funds and grant awarding bodies. This delivery of outcomes is largely down to experienced and creative project management, excellent use of volunteer time and resource as well as our unusually low overheads and running costs.

Lionsraw has had an active year at home and abroad. We have been assisting our partnership program in Teesside as they struggled with a few local issues. The centre that we built a few years ago is still very well used and in a good state of repair. We have started to prepare for a London based project for July 2020. The local project team has been gathered, a project plan has been approved and local partners have been canvassed.

We are looking to organize two re-visits to partner projects in other countries. Key leaders have visited both Durban, South Africa and Curitiba, Brazil. Several fundraising events have been held and substantial funds have been raised for a 10 year revisit program for South Africa. There was a large trip planned to visit our main school project in the Valley of a Thousand Hills to fulfil the plan for phase 4 in April 2020. Unfortunately, due to Covid-19 this visit has now been postponed until (hopefully) Spring 2021. We were also due to lead a trip to Brazil to work on phase 3 in Curitiba in April 2020, which, again, had to be postponed due to travel restrictions. Both of these ongoing legacy programs are working with more than 1000 children every week.

In the US our growing partnerships with key organisations help us move towards our objectives for our large 2026 project.

Lionsraw remains very grateful to our board members, regular volunteers and donors that enable these ongoing legacy projects.

Lionsraw South Africa have had our best fundraising year since we obtained charitable status as one of our volunteers won an award from Million Dollar Round Table of \$50,000 giving our efforts a real boost. There have been a few visits from volunteers to South Africa in an effort to ensure the trip that was to be in April 2020 ran smoothly and that the end recipients of our efforts received the very best of Lionsraw. The trip was unfortunately postponed and, we are keen to state not cancelled, as a result of the Coronavirus pandemic. There was over 90 volunteers from the UK and USA planning to attend and it was disappointing to have to cancel after all our efforts over previous years leading up to this.

All self-funded volunteers received refunds or vouchers and the vast majority are committed to us trying again in April 2021. Some building work was started such as clearing land and putting in the foundations and steel structure for the school hall. There were also contributions to the High School that we have taken over the responsibility for building and two classrooms were built and, in the main, finished by local workers and with assistance financially from the round table. There is a determination to complete this project in 2021 where we expect to build a school hall that will also act as a venue out of hours and could raise significant funds for the school.

We continued our feeding program now feeding in excess of 1,000 children but this was abruptly ended as a result of the lockdown. There is a real sympathy and understanding of the needs of these people forgotten by their own government and community leaders during this pandemic resulting in much suffering especially for the poorest of the poor. We have stepped in with a team locally and in connection with the school heads and teachers helped to identify the most needy and we are presently providing essential food packages to over 2,000 people. There are a further 10,000 identified as needing immediate help and, whilst we are struggling to deal with this from a logistical and financial basis, we will endeavour to do all we can.

The Raw Foundation

Trustees' Annual Report *(continued)*

Year ended 31 August 2019

We also assist two girls financially that have won scholarships to an independent school. They have both surpassed our dreams of what they could achieve and we are proud to say they are in the process of applying for University. We have had an indication that it is very likely that they will be accepted. This is certainly rare (if not unique) in the area that they are from and is an exceptional achievement by them both.

To summarise it is business as usual, pandemic or no pandemic, as we continue our efforts to improve the lives of those less fortunate.

Lionsraw in the UK, continues to be the global hub and main supporting base for all of our international projects. The Board is based in London and led by the chairman Neil Carlile. Our back office and finance functions remain based in the North East of England under the oversight of board member Simon Close.

Financial review

The Statement of Financial Activities shows surplus on unrestricted funds for the year of £87,950, unrestricted reserves stand at £10,247 and total reserves for the year stand at £140,276.

Reserves policy and risk management

It is the policy of the charity to try to maintain unrestricted funds, which are the free reserves of the charity, at a level which equates to approximately six months unrestricted expenditure. This provides sufficient funds to cover management and administration and support costs and to respond to emergencies.

The unrestricted free reserves of the charity at 31 August 2019 amounted to £9,898. Free reserves are those not tied up in fixed assets and designated funds.

The trustees actively review the major risks which the charity face on a regular basis and believe that maintaining our free reserves at the levels stated above will provide sufficient resources in the event of adverse conditions. Whilst we were not able to achieve this at the Balance Sheet date the trustees are happy that we continue to move towards meeting this target.

The trustees' annual report was approved on 17 June 2020 and signed on behalf of the board of trustees by:

W R Webb
Trustee

The Raw Foundation

Independent Examiner's Report to the Trustees of The Raw Foundation

Year ended 31 August 2019

I report to the trustees on my examination of the financial statements of The Raw Foundation ('the charity') for the year ended 31 August 2019.

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
Chartered Accountants

Exchange Building
66 Church Street
Hartlepool
TS24 7DN

The Raw Foundation

Statement of Financial Activities

31 August 2019

		Unrestricted funds £	2019 Restricted funds £	Total funds £	2018 Total funds £
	Note				
Income and endowments					
Donations and legacies	4	24,603	111,696	136,299	69,866
Investment income	5	106	—	106	—
Total income		<u>24,709</u>	<u>111,696</u>	<u>136,405</u>	<u>69,866</u>
Expenditure					
Expenditure on charitable activities	6,7	18,439	30,016	48,455	80,056
Total expenditure		<u>18,439</u>	<u>30,016</u>	<u>48,455</u>	<u>80,056</u>
Net income/(expenditure) and net movement in funds		<u>6,270</u>	<u>81,680</u>	<u>87,950</u>	<u>(10,190)</u>
Reconciliation of funds					
Total funds brought forward		3,977	48,349	52,326	62,516
Total funds carried forward		<u>10,247</u>	<u>130,029</u>	<u>140,276</u>	<u>52,326</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 9 to 14 form part of these financial statements.

The Raw Foundation

Statement of Financial Position

31 August 2019

		2019 £	2018 £
Fixed assets			
Tangible fixed assets	13	349	465
Current assets			
Cash at bank and in hand		139,927	58,611
Creditors: amounts falling due within one year	14	—	6,750
Net current assets		139,927	51,861
Total assets less current liabilities		140,276	52,326
Funds of the charity			
Restricted funds		130,029	48,349
Unrestricted funds		10,247	3,977
Total charity funds	15	140,276	52,326

These financial statements were approved by the board of trustees and authorised for issue on 17 June 2020, and are signed on behalf of the board by:

W R Webb
Trustee

The notes on pages 9 to 14 form part of these financial statements.

The Raw Foundation

Statement of Cash Flows

Year ended 31 August 2019

	2019 £	2018 £
Cash flows from operating activities		
Net income/(expenditure)	87,950	(10,190)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	116	155
Other interest receivable and similar income	(106)	—
<i>Changes in:</i>		
Trade and other debtors	—	5,072
Trade and other creditors	(6,750)	6,750
Cash generated from operations	81,210	1,787
Interest received	106	—
Net cash from operating activities	<u>81,316</u>	<u>1,787</u>
Net increase in cash and cash equivalents	81,316	1,787
Cash and cash equivalents at beginning of year	<u>58,611</u>	<u>56,824</u>
Cash and cash equivalents at end of year	<u>139,927</u>	<u>58,611</u>

The notes on pages 9 to 14 form part of these financial statements.

The Raw Foundation

Notes to the Financial Statements

Year ended 31 August 2019

1. General information

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

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.

The Raw Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 August 2019

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.

The Raw Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 August 2019

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:

Fixtures and fittings - 25% reducing balance

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Donations			
Donations	23,830	32,012	55,842
Gift Aid	773	—	773
Tour deposits	—	41,684	41,684
Grants			
MDRT Foundation	—	38,000	38,000
	<u>24,603</u>	<u>111,696</u>	<u>136,299</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Donations			
Donations	15,965	50,440	66,405
Gift Aid	3,461	—	3,461
Tour deposits	—	—	—
Grants			
MDRT Foundation	—	—	—
	<u>19,426</u>	<u>50,440</u>	<u>69,866</u>

5. Investment income

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Bank interest received	<u>106</u>	<u>106</u>	<u>—</u>	<u>—</u>

The Raw Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 August 2019

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
South Africa Legacy	–	20,571	20,571
Brazil Legacy	–	2,645	2,645
South Africa 2020 Tour	–	6,800	6,800
Support costs	18,439	–	18,439
	<u>18,439</u>	<u>30,016</u>	<u>48,455</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
South Africa Legacy	–	29,968	29,968
Brazil Legacy	–	33,641	33,641
South Africa 2020 Tour	–	–	–
Support costs	16,447	–	16,447
	<u>16,447</u>	<u>63,609</u>	<u>80,056</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2019 £	Total fund 2018 £
General Fund	–	18,439	18,439	16,447
South Africa Legacy	20,571	–	20,571	29,968
Brazil Legacy	2,645	–	2,645	33,641
South Africa 2020 Tour	6,800	–	6,800	–
	<u>30,016</u>	<u>18,439</u>	<u>48,455</u>	<u>80,056</u>

8. Analysis of support costs

	Analysis of support costs activity 1 £	Total 2019 £	Total 2018 £
Staff costs	7,553	7,553	10,222
Premises	699	699	(1,258)
General office	1,041	1,041	4,017
Human resources	3,205	3,205	3,300
Bank charges	65	65	11
Depreciation	116	116	155
Donations	200	200	–
Cleveland Juniors donation	2,680	2,680	–
Accountancy	2,880	2,880	–
	<u>18,439</u>	<u>18,439</u>	<u>16,447</u>

The Raw Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 August 2019

9. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2019 £	2018 £
Depreciation of tangible fixed assets	<u>116</u>	<u>155</u>

10. Independent examination fees

	2019 £	2018 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,200</u>	<u>1,200</u>

11. Staff costs

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

	2019 £	2018 £
Wages and salaries	<u>7,553</u>	<u>10,821</u>

The average head count of employees during the year was 1 (2018: 1). The average number of full-time equivalent employees during the year is analysed as follows:

	2019 No.	2018 No.
Charitable activities	<u>1</u>	<u>1</u>

No employee received employee benefits of more than £60,000 during the year (2018: Nil).

12. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

13. Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 September 2018 and 31 August 2019	<u>1,698</u>
Depreciation	
At 1 September 2018	1,233
Charge for the year	<u>116</u>
At 31 August 2019	<u>1,349</u>
Carrying amount	
At 31 August 2019	<u>349</u>
At 31 August 2018	<u>465</u>

The Raw Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 August 2019

14. Creditors: amounts falling due within one year

	2019 £	2018 £
Other loans	—	6,750

15. Analysis of charitable funds

Unrestricted funds

	At 1 September 2018 £	Income £	Expenditure £	At 31 August 20 19 £
General funds	3,977	24,709	(18,439)	10,247

Restricted funds

	At 1 September 2018 £	Income £	Expenditure £	At 31 August 20 19 £
South Africa Legacy	22,169	69,012	(20,571)	70,610
UK Legacy	9,975	—	—	9,975
Brazil Legacy	16,205	1,000	(2,645)	14,560
South Africa 2020 Tour	—	41,684	(6,800)	34,884
	48,349	111,696	(30,016)	130,029

16. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £	Total Funds 2018 £
Tangible fixed assets	349	—	349	465
Current assets	9,898	130,029	139,927	58,611
Creditors less than 1 year	—	—	—	(6,750)
Net assets	10,247	130,029	140,276	52,326