

**Paws2Rescue**  
**Unaudited Financial Statements**  
**31 December 2019**

**TURPIN BARKER ARMSTRONG**

Chartered Certified Accountants

Allen House

1 Westmead Road

Sutton

Surrey

SM1 4LA

**Paws2Rescue**  
**Financial Statements**  
**Year ended 31 December 2019**

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**Paws2Rescue**  
**Trustees' Annual Report** *(continued)*  
**Year ended 31 December 2019**

**Financial review** *(continued)*

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

**Reference and administrative details**

<b>Registered charity name</b>	Paws2Rescue
<b>Charity registration number</b>	1156882
<b>Principal office</b>	26 Lymescote Gardens Sutton Surrey SM1 2PN
<b>The trustees</b>	A Standbridge R Dulwich J Chamberlain Y Vehlow
<b>Independent examiner</b>	David Payne FCA Allen House 1 Westmead Road Sutton Surrey SM1 4LA

# **Paws2Rescue**

## **Trustees' Annual Report** *(continued)*

**Year ended 31 December 2019**

### **Financial review** *(continued)*

#### **Structure, Governance and management:**

Type of governing document:	Constitution
Charity constitution:	Unincorporated Association
Trustee selection methods:	Elected by equal vote current trustees. In the event of a disputed decision, the vote will move to the Treasurer, until such time as there are an uneven number of trustees.
Additional governance issues:	Paws2Rescue utilise the Charity Commission recommended procedures for induction and training of trustees to the roles.
Organisational structure:	Trustees and volunteers carry out day to day work for the charity, including other members of senior management and roles are specifically allocated within the charity.
Related parties:	At this time, there are no related parties, either within the UK or otherwise who are related to the Paws2Rescue charity.
Wider Network:	Paws2Rescue are members of the Small Charities Coalition in the UK.
Major Risks Procedures:	<p>Paws2Rescue have defined major risks which could occur both within the UK and within the territories in which charity work is being focused and within the 4 risk quadrants of volunteers, UK dogs, economic climate and policy in Romania, general public.</p> <p>There is an incident process for UK incidents. In the event of an emergency incident occurring in the territory recipient, Paws2Rescue management team will within 24 hours, discuss and formulate a response to the crisis: including emergency fundraising and flying to the territory if required.</p> <p>There are systems and procedures in place to manage Major Risks.</p>
General Data Protection	
Regulations (GDPR):	<p>Paws2Rescue have in place a Privacy Policy and this is on our website.</p> <p>All volunteers are required to read and sign and date a Confidentiality Agreement pertaining to the sight and privacy of personal data and we notify adopters</p>

# **Paws2Rescue**

## **Trustees' Annual Report *(continued)***

**Year ended 31 December 2019**

### **Financial review *(continued)***

("consumers") of the reason that we hold information. We no longer hold personal data paper records.

### **Objectives and Activities:**

#### **Summary of the Objects:**

For the benefit of the public to relieve the suffering of animals in need of care and attention and to provide homes or other facilities for the reception, care and treatment of such animals and to educate the public in matters pertaining to animal welfare in general and the prevention of cruelty and suffering in particular but not exclusively to dogs in Romania.

#### **Summary of the main activities**

#### **Undertaken for the working**

#### **Towards the Objects:**

To raise awareness to the public within the UK by using social media and media, attending local events and through our monthly visits to Romania and other countries, as the eyes of our supporters: seeing the problems with the stray dogs and working towards solutions.

Raising donations through social media, fundraising events, newsletters and merchandise. To provide food, assist trusted NGO's and rescuers in Romania with foster of rescued dogs costs, carer wages and vet bills and the like.

Visits to Romania on at least a bi-monthly basis meet with trusted individual rescuers, local charities, shelters, to feed the dogs, and to raise awareness in the UK and EU to the plight and abuse of Romanian dogs.

The building and repairing of shelters in Romania to provide reception, food and care for the stray dogs suffering cruelty. Working with our rescuers who co-ordinate Paws2Rescue activities in Romania.

Helping dogs in public shelters, carrying out neuter campaigns and maintaining focus on the overall stray dog problems, raising awareness and campaigning in Romania.

Carrying out education campaigns in schools and communities to teach animal care and empathy.

To extend the rescue of dogs, neuter campaigns and education in any country of the world which is in desperate need of assistance.

# **Paws2Rescue**

## **Trustees' Annual Report** *(continued)*

### **Year ended 31 December 2019**

#### **Financial review** *(continued)*

Arranging the adoption of dogs into families from the UK, Romania and other countries including South Korea.

Paws2Rescue hereby declare that prior to every activity undertaken, trustees have had regard to the guidance issued by the Charity Commission on public benefit issues.

#### **Additional detail of**

#### **Objectives and Activities:**

Paws2Rescue planning includes a framework of events and also Key Projects and Other Projects for the next year.

For the 2019 financial year, key projects were:

Education programme in schools across Romania

Neuter campaigns and promotion in the communities

Easter and Christmas Shoebox appeals for children

Filming of a television series in Romania and the UK showing our work, and preparation for on screen in 2019

For this financial year, general activities included:

Response to emergency events including Prepare for Winter

Response to extreme suffering individual dog occurrence

The growth of promoting and raising awareness in the UK including off social media and with our Magazine

Continued fundraising to help three NGO's and other individual rescuers in their care of the dogs by helping with: food, vet bills, wages, foster care, emergency response.

A continued programme of visits to Romania

#### **Achievements and performance**

This year saw general donations for our work increase by 117% from the previous year. This was mainly due to larger individual donations and fundraisers to help our work in specific named projects.

This year had a reduction of 20% in the income derived from the adoption of dogs.

In September 2019 we held our largest event in Bucharest. With 21 volunteers flying from the UK and another 8 rescuers travelling from other areas of Romania. We promoted adoption and spent time walking the forgotten

# **Paws2Rescue**

## **Trustees' Annual Report** *(continued)*

**Year ended 31 December 2019**

### **Financial review** *(continued)*

dogs at the public shelter and took part in the peaceful World Animal March in Bucharest. It was a huge event and raised our profile enormously across Romania and the world.

Three key areas of the charity are in place, with projects working towards our goal of leaving a lasting legacy to help the dogs and animals.

a) Our work remains the assistance of the dogs in desperate need in Romania and across the world

b) The fostering or adoption of dogs into homes in the UK, or any other country.

c) Key focus at all times on neutering programmes and our education programme.

During 2019 we retained all our team numbers, and increased to 17: all team members remain as volunteers.

A focus on best practice within each process of adoption and work with rescuers on the ground in Romania continues.

### **Financial review**

Policy on Reserves:

£20,000 minimum reserve

Funds in Deficit:

There are no funds in deficit and no monies owed to any entity or individual.

Further finance review details:

Almost half of the income of the charity was in relation to the adoption of dogs into homes outside Romania, mainly in the UK. The adoption fees received were then paid out by Paws2Rescue in transport costs to our third party transporter and to rescuers for the preparation of dogs including vaccinations and passport, for neutering and for the required kennel stays in the UK. There is no profit made from any dog adoption.

The remaining income: principal sources were from requests for donations and fundraising on social media, from the sale of Paws2Rescue merchandise, from fundraising events and individual donations. 2019 saw an increased number of larger individual donations to assist with specific projects.

How expenditure has supported the

Key Objectives:

A key expenditure has been to sending payments to our rescuers to support the dogs in their care whether this has been for food, vet bills or shelter repairs, and to buy food

# **Paws2Rescue**

## **Trustees' Annual Report** *(continued)*

**Year ended 31 December 2019**

### **Financial review** *(continued)*

whilst in Romania during our visits. This supports a key objective in relieving suffering and providing facilities for their reception care and treatment.

Other expenditure has been made on merchandise, which has increased donations and profit through sales, and raised public awareness of Paws2Rescue and our vital work.

Expenditure made at events in the UK has enabled us to support our key objective of raising awareness and sponsorship to the general public. Returns have been in donations.

Specific expenditure in 2019 has been on advertising and promotion, children's education printing and our education programme.

### **Investment Policy:**

At this stage, there are no plans to make any investments into assets whether in the UK or any other countries.

We continued to provide donations for major projects in improving conditions for the rescued dogs in private shelters, but not the property of Paws2Rescue.

The trustees' annual report was approved on 5 October 2020 and signed on behalf of the board of trustees by:



A Standbridge  
Trustee



# **Paws2Rescue**

## **Independent Examiner's Report to the Trustees of Paws2Rescue**

**Year ended 31 December 2019**

I report to the trustees on my examination of the financial statements of Paws2Rescue ('the charity') for the year ended 31 December 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**

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

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.



David Payne FCA  
Independent Examiner

Allen House  
1 Westmead Road  
Sutton  
Surrey  
SM1 4LA

28/10/2020

# Paws2Rescue

## Statement of Financial Activities

Year ended 31 December 2019

		2019	2018
		Unrestricted funds	Total funds
	Note	£	£
<b>Income and endowments</b>			
Donations and legacies	4	341,765	341,765
Charitable activities	5	7,181	7,181
Investment income	6	2	2
Other income	7	–	–
<b>Total income</b>		<b>348,948</b>	<b>348,948</b>
<b>Expenditure</b>			
Expenditure on raising funds:			
Costs of raising donations	8	316,575	316,575
Other expenditure	9	17,287	17,287
<b>Total expenditure</b>		<b>333,862</b>	<b>333,862</b>
<b>Net income/(expenditure) and net movement in funds</b>		<b>12,178</b>	<b>12,178</b>
<b>Reconciliation of funds</b>			
Total funds brought forward		9,268	9,268
<b>Total funds carried forward</b>		<b>21,446</b>	<b>21,446</b>

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 10 to 15 form part of these financial statements.

# Paws2Rescue

## Statement of Financial Position

31 December 2019

	Note	2019 £	£	2018 £
<b>Current assets</b>				
Debtors	14	3,391		2,436
Cash at bank and in hand		<u>20,108</u>		<u>9,732</u>
		23,499		12,168
<b>Creditors: amounts falling due within one year</b>	15	<u>2,053</u>		<u>2,900</u>
<b>Net current assets</b>			<u>21,446</u>	<u>9,268</u>
<b>Total assets less current liabilities</b>			<u>21,446</u>	<u>9,268</u>
<b>Net assets</b>			<u>21,446</u>	<u>9,268</u>
<b>Funds of the charity</b>				
Unrestricted funds			<u>21,446</u>	<u>9,268</u>
<b>Total charity funds</b>	16		<u>21,446</u>	<u>9,268</u>

These financial statements were approved by the board of trustees and authorised for issue on 15 October 2020, and are signed on behalf of the board by:



A Standbridge  
Trustee

The notes on pages 10 to 15 form part of these financial statements.

# **Paws2Rescue**

## **Notes to the Financial Statements**

**Year ended 31 December 2019**

### **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 26 Lymescote Gardens, Sutton, Surrey SM1 2PN.

### **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.

#### **Foreign currencies**

Foreign currency transactions are initially recorded in the functional currency, by applying the spot exchange rate as at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate ruling at the reporting date, with any gains or losses being taken to the statement of financial activities.

#### **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.

# **Paws2Rescue**

## **Notes to the Financial Statements** *(continued)*

**Year ended 31 December 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.

#### **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.

# Paws2Rescue

## Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

### 3. Accounting policies *(continued)*

#### Financial instruments *(continued)*

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.

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.

### 4. Donations and legacies

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
<b>Donations</b>				
Donations	174,508	<b>174,508</b>	80,280	80,280
Animal adoptions	167,257	<b>167,257</b>	210,079	210,079
	<u>341,765</u>	<u><b>341,765</b></u>	<u>290,359</u>	<u>290,359</u>

### 5. Charitable activities

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Merchandise sales	<u>7,181</u>	<u><b>7,181</b></u>	<u>2,353</u>	<u>2,353</u>

# Paws2Rescue

## Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

### 6. Investment income

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total Funds 2018
	£	£	£	£
Bank interest receivable	2	2	1	1

### 7. Other income

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total Funds 2018
	£	£	£	£
Commission income	—	—	20	20

### 8. Costs of raising donations

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total Funds 2018
	£	£	£	£
Cost of fundraising events	4,038	4,038	5,853	5,853
Merchandise	7,878	7,878	4,424	4,424
Insurance	699	699	905	905
General expenses	2,214	2,214	634	634
Donations	1,437	1,437	33	33
Legal and professional fees	1,440	1,440	5,100	5,100
Telephone	399	399	877	877
Foreign exchange gains/loss	204	204	748	748
Accountancy	1,450	1,450	6,400	6,400
Transportation of dogs	158,243	158,243	97,366	97,366
Dog food and other direct costs	42,633	42,633	50,828	50,828
Veterinary costs	82,666	82,666	98,566	98,566
Foster carers	13,274	13,274	3,125	3,125
	<u>316,575</u>	<u>316,575</u>	<u>274,859</u>	<u>274,859</u>

### 9. Other expenditure

	Unrestricted Funds	Total Funds 2019	Unrestricted Funds	Total Funds 2018
	£	£	£	£
Storage	1,557	1,557	792	792
Computer costs	425	425	547	547
Bank charges	(112)	(112)	82	82
Building materials	8,064	8,064	11,550	11,550
Motor expenses	2,674	2,674	—	—
Advertising	4,679	4,679	11,283	11,283
	<u>17,287</u>	<u>17,287</u>	<u>24,254</u>	<u>24,254</u>

### 10. Net income/(expenditure)

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

	2019 £	2018 £
Foreign exchange differences	<u>204</u>	<u>748</u>

# Paws2Rescue

## Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

### 11. Independent examination fees

	2019 £	2018 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	<u>3,250</u>	<u>2,900</u>

### 12. Staff costs

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

The average head count of employees during the year was Nil (2018: Nil).

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

### 13. Trustee remuneration and expenses

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

### 14. Debtors

	2019 £	2018 £
Prepayments and accrued income	596	684
Other debtors	<u>2,795</u>	<u>1,752</u>
	<u>3,391</u>	<u>2,436</u>

### 15. Creditors: amounts falling due within one year

	2019 £	2018 £
Bank loans and overdrafts	3	—
Accruals and deferred income	<u>2,050</u>	<u>2,900</u>
	<u>2,053</u>	<u>2,900</u>

### 16. Analysis of charitable funds

#### Unrestricted funds

	At 1 January 2019 £	Income £	Expenditure £	At 31 December 2019 £
General funds	<u>9,268</u>	<u>348,948</u>	<u>(333,862)</u>	<u>24,354</u>

  

	At 1 January 2018 £	Income £	Expenditure £	At 31 December 2018 £
General funds	<u>17,766</u>	<u>292,733</u>	<u>(299,113)</u>	<u>11,386</u>



# Paws2Rescue

## Notes to the Financial Statements *(continued)*

Year ended 31 December 2019

### 17. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	£
Current assets	23,499	<b>23,499</b>
Creditors less than 1 year	(2,053)	<b>(2,053)</b>
<b>Net assets</b>	<b>21,446</b>	<b>21,446</b>
	Unrestricted Funds	Total Funds
	£	£
Current assets	12,168	12,168
Creditors less than 1 year	(2,900)	(2,900)
<b>Net assets</b>	<b>9,268</b>	<b>9,268</b>