

Charity Registration No. 01107851

Company Registration No. 05271148 (England and Wales)

NEWCASTLE RUGBY FOUNDATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NEWCASTLE RUGBY FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

| | | |
|-----------------------------|--|-------------------------------|
| Trustees | J Oates M L Stephenson D I Ramage J W Ponton A H Ross R W Vickers M C Hogan S Mehra S P Savage C K McGuinness H C Pratt T E Lynch | (Appointed 10 September 2019) |
| Secretary | M Magee | |
| Charity number | 01107851 | |
| Company number | 05271148 | |
| Registered office | Kingston Park Brunton Road Kenton Bank Foot Newcastle Upon Tyne NE13 8AF | |
| Independent examiner | RMT Accountants & Business Advisors Ltd Gosforth Park Avenue Newcastle upon Tyne NE12 8EG | |
| Bankers | Barclays Bank Plc 49 - 51 Northumberland Street Haymarket Newcastle Upon Tyne NE1 7AF | |
| Solicitors | Ward Hadaway Sandgate House 102 Quayside Newcastle upon Tyne NE1 3DX | |

NEWCASTLE RUGBY FOUNDATION

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NEWCASTLE RUGBY FOUNDATION

CHAIRMAN'S STATEMENT

FOR THE YEAR ENDED 30 JUNE 2020

Due to the coronavirus pandemic the 2019/20 year presented a challenge to the Foundation (and society in general) of which we have never seen before. The mid to longer term future for all of us is still relatively uncertain. What is definite is that the need for organisations such as the Newcastle Rugby Foundation will be greater than ever.

In a difficult end to the year the Foundation executive team and staff once again proved agile, resilient and able to respond to challenges that have never before been experienced. The support of our Trustees, two parent clubs (Falcons and Thunder), our many partners and the community groups we work with has never been more valuable. Due to a number of years of success and prudent financial management the Foundation is in a strong position. We are able to withstand the challenges that we have and continue to face but also to undertake more work that will benefit our communities.

Mick Hogan

Chairman

Dated: 25 June 2021

NEWCASTLE RUGBY FOUNDATION

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 JUNE 2020

The trustees present their report and financial statements for the year ended 30 June 2020.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's memorandum and articles of association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

Objectives and activities

The charity's objects are for the benefit of the public generally and, in particular, the inhabitants of the North East and Cumbria and their surrounding areas:

- to promote community participation in healthy recreation by providing facilities for the playing of rugby union and other sports ("facilities" means land, buildings, equipment and organising sporting activities)
- to provide and assist in providing facilities for sport, recreation or other leisure time occupation of such persons who have need for such facilities by reason of their youth, age, ethnicity, infirmity or disablement, poverty or social and economic circumstances or for the public at large in the interests of social welfare and with the objective of improving their conditions of life
- to advance the education of children and young people through such means as the trustees think fit in accordance with the law of charity.

The main objectives of the year continued to focus on the promotion of community participation in healthy recreation through the advancement of the education of children and young people. The strategies employed to assist the charity to meet these objectives included the following:

- Provide a wider range of activities in addition to rugby union
- Providing additional coaching to young people in a wider geographical area of the North East
- Increase social inclusion and educational activities
- Delivering a range of activities to the community that offer the opportunity for them to have a healthier lifestyle
- Using professional rugby players as excellent role models

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

The onset of the Coronavirus pandemic in March 2020 had a profound effect on the ability of Newcastle Rugby Foundation to deliver its programme of activities to the end of the financial period. Until the start of the first national lockdown, the Foundation was successfully developing and delivering its full range of community, education and sports participation programmes. The resulting lockdown meant the suspension of community, school and inclusion programmes. Prior to this point, Newcastle Rugby Foundation had continued to make a positive impact on the Community, details of which can be found below.

Over the reporting period, the Newcastle Rugby Foundation has focused on strengthening the breadth and depth of our programmes across the 5 pillars of activity; Health, Education, Social Inclusion, Club Development and Grassroots Sports.

As a dual code Foundation, the work of the Charity is split into two brands;

- 1) Falcons Community Foundation
- 2) Newcastle Thunder Community Programme

The Falcons Community Foundation is a more established brand and therefore all 5 pillars are delivered, while the Newcastle Thunder Community Programme is still in its development period and as a result Grassroots Sport and Club Development remain the key focuses. The number of staff working on this growing programme was not sufficient to cover the expanding workload and as such an experienced external agency was employed to complete this work.

NEWCASTLE RUGBY FOUNDATION

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 JUNE 2020

There are 5 main pillars of activity; Grassroots sport, club development, education, health and social inclusion.

FALCONS COMMUNITY FOUNDATION

GRASSROOTS SPORTS

Project Rugby

Project Rugby runs in partnership with Premiership Rugby and is designed to increase participation in the game by people from traditionally underrepresented groups:

- Black Asian & Minority Ethnic People
- People from Lower Socio-Economic backgrounds (top 30% IMD)
- Disabled People

The outcomes of the programme are not only targeted at engaging hundreds of participants each year, but also to transition participants into regular rugby participation. In addition, participants will experience improved wellbeing, self-confidence as well as a reduction in social isolation.

Match Day Festivals

Throughout the Newcastle Falcons' season, the charity runs match day festivals for local grass roots rugby clubs. These offer junior rugby players the opportunity to play on the Kingston Park Stadium main pitch during a Newcastle Falcons game. All participants receive a free ticket to the Falcons game that follows which is kindly donated by Newcastle Rugby Limited. With games suspended due to the pandemic the programme of festivals was not completed after March.

Schools Connections Programme

The Foundation runs rugby coaching programmes as part of the Physical and Social Education curriculum within schools across the north east and Cumbria. This programme encourages participation in the sport of rugby. It is paid for by the schools directly via their School Sports Premium and allows for a stream of funding and activity that is not reliant on sponsors to enable a long-term impact. This is an area of potential expansion for the Foundation across both codes.

Coaching Camps

Throughout the year the Falcons Community Foundation run a number of rugby coaching camps that aim to develop the skills of junior rugby players. Hosted throughout the region, these camps consist of generic rugby skills coaching and/or specialist coaching targeting specific playing positions or groups of participants. One of the most popular camps is the annual residential event held at Barnard Castle School, staged over four nights each August.

Little Falcons

This season has seen the further expansion of "Little Falcons" which is the Foundation's first programme for under 5s. Held at Kingston Park and now expanding to a second community venue, this programme focuses on introducing youngsters from 2-4 years old in developing fundamental skills. These including agility, balance, co-ordination, teamwork and of course fun.

NEWCASTLE RUGBY FOUNDATION

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 JUNE 2020

CLUB DEVELOPMENT

Club Connections

Seventy local rugby clubs now belong to the Falcons' Club Connections Programme. This provides them with priority access to Foundation programmes and exclusive benefits from Newcastle Falcons. This programme enables the Foundation to help develop community clubs' skills across a variety of areas both on and off the field. The belief is that the stronger we make our community clubs, the more opportunity we have to engage more people on a regular basis for the overall benefit of the sport.

Coaches Development Programme

Throughout each season the Foundation offers a range of specialist coach development sessions for grass roots coaches across the region. An increased number of CPDs have taken place with a better link with the Newcastle Falcons Academy to enable an increased breadth and depth of focus areas.

The Cast Volunteer Programme

The Cast Volunteer Programme now has 30 regular volunteers with over 200 on the database and aims to;

1. To recruit volunteers to support events such as first team matches and larger events such as The Big One and The European Finals 2019
2. To provide opportunities for all members of the community, but specifically those who have become isolated or excluded to gain skills and confidence working with others
3. To provide an additional work force for the community game to further strengthen the opportunities for increase participation in both rugby league and rugby union.

The Cast work on home games for both Falcons and Thunder and have had a positive impact of the match-day experience for both clubs.

EDUCATION

Tyne Metropolitan College Programme

The Falcons Community Foundation partners with Tyne Metropolitan College to enable students to take part in their studies in one of Kingston Park's two classrooms. Students aged 16 and above combine a BTEC Level 3 extended diploma in rugby excellence with practical rugby sessions and fixtures against other North East Colleges. As well as rugby training, the course includes video analysis, media training, sports psychology and principles of coaching. Students also have the opportunity to achieve coaching and refereeing qualifications alongside volunteering experience within the Foundation.

NEWCASTLE RUGBY FOUNDATION

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 JUNE 2020

HEALTH

Tackling Health with Greggs

Rugby's diversity makes it the perfect vehicle to drive a health and activity led initiative. As a sport rugby can offer playing opportunities and role models to children of all shapes and sizes.

The Tackling Health with Greggs initiative works with Key Stage 2 learners to encourage healthy eating and nutrition awareness while along with practical rugby coaching. The programme works with schools on the Greggs breakfast club programme which is focused around areas of deprivation. In addition to classroom lessons and outdoor activity informing healthier choices, activities include a tag rugby festival at Kingston Park Stadium.

Move Like a Pro

Move Like a Pro enables males from a variety of backgrounds who are inactive to use their passion for rugby to inspire them to attend basic fitness and lifestyle sessions at Kingston Park Stadium. The results are significant physical and mental health outcomes.

Fit as a Falcon

Continuing the success of Move Like a Pro, Fit as a Falcon offers the same opportunities for adult females. The aim is to get active and make new friends and experience the same benefits as those experienced by the participants on Move Like a Pro. Both groups interact on the final sessions to build a touch rugby team.

Touch Rugby

During the summer months, the Foundation runs an adult Touch Rugby Programme (non-contact version of the sport). The Scheme comprises of three separate competitions; a one-off Corporate Touch Festival involving the Newcastle Falcons Team as coaches, a one-off Beach Festival at Tynemouth Beach and an eight-week long summer league at Kingston Park. Many of those who participate have never played before.

SOCIAL INCLUSION

Parent's on the Ball

An innovative programme delivered in partnership with Action for Children to engage more parents and carers through the 12-week parenting skills. The scheme also develops new fitness and activity ideas for parents to engage with their children.

Hitz

This national initiative is run alongside Premiership Rugby and delivered by each of the Premiership clubs. It provides employability training and experiences alongside regular sports coaching to encourage young people back into employment, training or further education. Hitz uses rugby to increase young people's resilience, self-reliance and confidence.

Talent Match with Wise Group

A new project, which supports long-term unemployed young people (aged 18-25) in the north east into work, education and training. Talent Match is a National Lottery Community Fund programme, which provides unemployed young people with the tailored support they need to overcome barriers into work. An innovative partnership of young people, employers, the third sector and public sector agencies.

NEWCASTLE RUGBY FOUNDATION

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 JUNE 2020

NEWCASTLE THUNDER COMMUNITY PROGRAMME

GRASSROOTS SPORTS

Match Day Festivals

Throughout the Newcastle Thunder season, the Charity runs match day festivals for local grass roots rugby sides offering junior rugby players the opportunity to play on the Kingston Park Stadium main pitch during a Newcastle Thunder game. All participants receive a free ticket to the Newcastle Thunder game that follows which is kindly donated by Thunder Rugby Limited. These festivals are in their infancy and will develop as the Thunder side of the Foundation grows.

Schools Connections Programme

The Foundation runs rugby coaching programmes as part of the Physical and Social Education curriculum within schools across the North East and Cumbria, encouraging participation in the sport of rugby. This programme is paid for by the schools directly via their School Sports Premium and allows for a stream of funding and activity that is not reliant on sponsors to enable a long-term impact.

Coaching Camps

The Newcastle Thunder Community Programme successfully completed coaching camps this season on the same basis as the Falcons Community Foundation. Learnings have been discussed and the plan to expand the camps is strong.

CLUB DEVELOPMENT

Sky Try

Funded by Sky and the RFL, Newcastle Thunder are one of 22 clubs to deliver the Sky Try programme to local communities. Delivering sessions to both primary and secondary school students, the scheme aims to encourage more children to play rugby league. In addition to the coaching, festivals and transition events, Sky Try provides the opportunity for teachers to attend CPD sessions to actively encourage further participation in rugby league.

North of Tyne Rugby League Programme

This new project was established to develop a start-up club in the west end of Newcastle, where there is a gap in provision in one of the most disadvantaged areas of the city. The Club is now beginning to thrive and develop and is being maintained by this programme. New clubs were being considered ahead of the pandemic and will continue to do so following the resumption of activity post-pandemic.

South of Tyne Rugby League Programme

As a result of the success of the North of Tyne Programme, the RFL agreed to fund a similar programme in the south of the region. Unfortunately, as a result of the season dates coinciding with the start of pandemic, the programme did not get started. The delivery will be moved to the next financial year as agreed with the funders.

NEWCASTLE RUGBY FOUNDATION

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 JUNE 2020

Financial review

In the year ended 30th June 2020, the Foundation's income was £422k (Restricted £281k and unrestricted £141k) compared to last year £489k (Restricted £363k and unrestricted £126k). This was as a direct result of the Coronavirus pandemic which resulted in a loss of income from mid-March to 30 June 2020, the end of the financial period.

Costs were up £38k due to an increase in Staff expenditure and general admin charges. This resulted in a loss for the year of £15k compared to a profit the previous year of £104k. The Board accepts that the deficit recorded was a direct result of Coronavirus and is satisfied that the Foundation is able to continue despite the difficulties that the pandemic will undoubtedly cause. The Board are confident that going forward the Foundation will continue to be sustainable and will make the necessary adjustments to achieve this.

As a result of the ongoing situation a figure of approximately £145k will be moved to the following financial year to enable the delivery of outstanding targets as agreed with our funders. None of our supportive and committed funders request any rebate of funding, simply a delay in delivery.

The Foundation has a reserves policy of 6 months' staff salaries and on-costs. Prior to the pandemic, the Foundation's supplementary reserves had been earmarked for further expansion of staffing levels to continue to deliver the purposes of the Charity. However, as the pandemic hit, these plans were put on hold as the Board agreed that it was impossible to plan anything for the future as current staff were furloughed due to lockdown. As a result, our reserves at the end of this financial year are at £360,000, which is above our agreed upper level. We have approval from the Trustees for new staffing positions going forward to bring these reserve amounts down to the agreed level.

Structure, governance and management

The charity is a company limited by guarantee and a registered charity. The company has no share capital. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

A board of trustees administers the charity. A Community Manager is appointed by the trustees to manage the day to day operations of the charity. To facilitate effective operations the Community Manager has delegated authority, within terms of delegation approved by the trustees for operational matters.

Trustees

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

J Oates

M L Stephenson

D I Ramage

J W Ponton

A H Ross

R W Vickers

M C Hogan

S Mehra

S P Savage

C K McGuinness

H C Pratt

T E Lynch

(Appointed 10 September 2019)

Appointment of trustees

The number of trustees shall not be less than three and the original trustees shall retire and be reappointed on a rotation basis. The appointment of additional trustees can be made as detailed in the memorandum and articles of association.

NEWCASTLE RUGBY FOUNDATION

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 JUNE 2020

Organisation Chart

| Board of Trustees | | | | | | |
|--|------------------------------|--------------------------------------|-------------------------------------|-------------------------------------|--|-------------------------------------|
| Head of Foundation - Mel Magee | | | | | | |
| Funding & Development Manager - Darren Greco | | | | | | |
| Pillar leads | | Falcons Regional Development Manager | | | | FT Thunder Community Dev Officer |
| Social Inclusion Manager | Falcons HE Dev Officer | Falcons Community Dev Officer | Falcons Community Dev Officer | Falcons Community Dev Officer | PT Falcons Community Dev Officer Cumbria | |

Statement of Trustees' responsibilities

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

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

NEWCASTLE RUGBY FOUNDATION

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 JUNE 2020

Small company exemptions

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

The Trustees' report was approved by the Board of Trustees.

M C Hogan

Trustee

Dated: 25 June 2021

NEWCASTLE RUGBY FOUNDATION

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF NEWCASTLE RUGBY FOUNDATION

I report to the trustees on my examination of the financial statements of Newcastle Rugby Foundation (the charity) for the year ended 30 June 2020.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 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 Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no 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 386 of the 2006 Act; or
- 2) the financial statements do not accord with those records; or
- 3) the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
- 4) the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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 financial statements to be reached.

Maxine Pott (FCA)

Member of the Institute of the Chartered Accountants in England and Wales

for and on behalf of RMT Accountants & Business Advisors Ltd

Gosforth Park Avenue

Newcastle upon Tyne

NE12 8EG

Dated: 25 June 2021

NEWCASTLE RUGBY FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 JUNE 2020

| Current financial year | | | | | |
|---|-------|------------------------------------|----------------------------------|--------------------|--------------------|
| | | Unrestricted funds 2020 £ | Restricted funds 2020 £ | Total 2020 £ | Total 2019 £ |
| | Notes | | | | |
| Income and endowments from: | | | | | |
| Donations and grants | 3 | 12,028 | 280,654 | 292,682 | 369,179 |
| <u>Charitable activities</u> | | | | | |
| Training camps | 4 | 92,987 | - | 92,987 | 82,072 |
| Other trading activities | 5 | 35,004 | - | 35,004 | 35,817 |
| Other income | 6 | 1,608 | - | 1,608 | 2,427 |
| Total income | | 141,627 | 280,654 | 422,281 | 489,495 |
| Expenditure on: | | | | | |
| Raising funds | 8 | 7,141 | - | 7,141 | 17,656 |
| <u>Charitable activities</u> | | | | | |
| Healthy recreation and education | 7 | 149,432 | 280,654 | 430,086 | 367,984 |
| Total charitable expenditure | | 149,432 | 280,654 | 430,086 | 367,984 |
| Total resources expended | | 156,573 | 280,654 | 437,227 | 385,640 |
| Net (expenditure)/income for the year/ Net movement in funds | | (14,946) | - | (14,946) | 103,855 |
| Fund balances at 1 July 2019 | | 375,589 | - | 375,589 | 271,734 |
| Fund balances at 30 June 2020 | | 360,643 | - | 360,643 | 375,589 |

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

All income and expenditure derive from continuing activities.

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

NEWCASTLE RUGBY FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 JUNE 2020

Prior financial year

| | | Unrestricted funds 2019 £ | Restricted funds 2019 £ | Total 2019 £ |
|---|-------|------------------------------------|----------------------------------|--------------------|
| | Notes | | | |
| Income and endowments from: | | | | |
| Donations and grants | 3 | 5,545 | 363,634 | 369,179 |
| <u>Charitable activities</u> | | | | |
| Training camps | 4 | 82,072 | - | 82,072 |
| Other trading activities | 5 | 35,817 | - | 35,817 |
| Other income | 6 | 2,427 | - | 2,427 |
| Total income | | 125,861 | 363,634 | 489,495 |
| Expenditure on: | | | | |
| Raising funds | 8 | 17,656 | - | 17,656 |
| <u>Charitable activities</u> | | | | |
| Healthy recreation and education | 7 | 4,350 | 363,634 | 367,984 |
| Total charitable expenditure | | 4,350 | 363,634 | 367,984 |
| Total resources expended | | 22,006 | 363,634 | 385,640 |
| Net (expenditure)/income for the year/ Net movement in funds | | 103,855 | - | 103,855 |
| Fund balances at 1 July 2018 | | 271,734 | - | 271,734 |
| Fund balances at 30 June 2019 | | 375,589 | - | 375,589 |

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

All income and expenditure derive from continuing activities.

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

NEWCASTLE RUGBY FOUNDATION

BALANCE SHEET

AS AT 30 JUNE 2020

| | Notes | 2020 £ | £ | 2019 £ | £ |
|---|-------|----------------|----------------|----------------|----------------|
| Current assets | | | | | |
| Debtors | 12 | 365,024 | | 192,114 | |
| Cash at bank and in hand | | 162,339 | | 205,457 | |
| | | <u>527,363</u> | | <u>397,571</u> | |
| Creditors: amounts falling due within one year | 13 | (166,720) | | (21,982) | |
| Net current assets | | | 360,643 | | 375,589 |
| | | | <u>360,643</u> | | <u>375,589</u> |
| Income funds | 14 | | | | |
| Unrestricted funds | | | 360,643 | | 375,589 |
| | | | <u>360,643</u> | | <u>375,589</u> |

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 June 2020.

The directors acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The accounts were approved by the Trustees and authorised for issue on 25 June 2021

M C Hogan
Trustee

Company Registration No. 05271148

NEWCASTLE RUGBY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

1 Accounting policies

Charity information

Newcastle Rugby Foundation is a private company limited by guarantee incorporated in England and Wales. The registered office is Kingston Park, Brunton Road, Kenton Bank Foot, Newcastle Upon Tyne, NE13 8AF.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's memorandum of association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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 accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements. This includes taking into account the potential impact of COVID-19 to ensure that cashflow is positively managed and the impact to the charity's operations are mitigated. The Board has concluded that the going concern assumption is appropriate in preparing these financial statements.

1.3 Charitable funds

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

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

1.4 Incoming resources

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

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount.

1.5 Resources expended

Resources expended are included on an accruals basis.

Certain expenditure is directly attributable to specific activities and has been included in those expenditure categories.

Other costs, which are attributable to more than one activity, are apportioned on the basis of an estimate of the proportion of time spent by staff on those activities, Governance costs are those incurred in the Trust and primarily associated with constitutional and statutory requirements.

NEWCASTLE RUGBY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2020

1 Accounting policies

(Continued)

1.6 Cash and cash equivalents

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

1.7 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

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

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.8 Employee benefits

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

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

NEWCASTLE RUGBY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2020

3 Donations and grants Current financial year

| | Unrestricted funds £ | Restricted funds £ | Total 2020 £ | Total 2019 £ |
|----------------------------|----------------------------|--------------------------|--------------------|--------------------|
| Donations and gifts | 12,028 | - | 12,028 | 5,545 |
| Grants received | - | 204,476 | 204,476 | 363,634 |
| Government grants recieved | - | 76,178 | 76,178 | - |
| | <u>12,028</u> | <u>280,654</u> | <u>292,682</u> | <u>369,179</u> |

Prior financial year

| | Unrestricted funds £ | Restricted funds £ | Total 2019 £ | Total 2018 £ |
|---------------------|----------------------------|--------------------------|--------------------|--------------------|
| Donations and gifts | 5,545 | - | 5,545 | 19,074 |
| Grants received | - | 363,634 | 363,634 | 316,918 |
| | <u>5,545</u> | <u>363,634</u> | <u>369,179</u> | <u>335,992</u> |

Analysis of grants received

| | | | | |
|---------------------------------------|----------|----------------|----------------|----------------|
| Hitz | - | 17,095 | 17,095 | 21,800 |
| PRL - Greggs | - | 22,397 | 22,397 | 11,000 |
| Hofa | - | 87,694 | 87,694 | 198,459 |
| Sky Try | - | 17,500 | 17,500 | 46,500 |
| MLAP | - | 8,000 | 8,000 | 4,923 |
| Academy | - | 7,898 | 7,898 | 15,099 |
| Tynemet | - | 28,315 | 28,315 | 26,975 |
| North of Tyne / RFL | - | 5,000 | 5,000 | 15,000 |
| South of Tyne / RFL | - | 2,500 | 2,500 | - |
| First Class Supply School Connections | - | - | - | 12,000 |
| Newcastle Thunder | - | 4,477 | 4,477 | - |
| Try to Sign | - | - | - | 8,500 |
| Action for Children | - | 3,600 | 3,600 | 3,378 |
| | <u>-</u> | <u>204,476</u> | <u>204,476</u> | <u>363,634</u> |

4 Charitable activities

| | 2020 £ | 2019 £ |
|----------------|---------------|---------------|
| Training camps | <u>92,987</u> | <u>82,072</u> |

NEWCASTLE RUGBY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2020

5 Other trading activities

| | 2020 £ | 2019 £ |
|--------------------------|---------------|---------------|
| Fundraising events | 26,651 | 15,966 |
| Match day lottery | 8,353 | 19,851 |
| Other trading activities | <u>35,004</u> | <u>35,817</u> |

6 Other income

| | 2020 £ | 2019 £ |
|--------------|--------------|--------------|
| Other income | <u>1,608</u> | <u>2,427</u> |

7 Charitable activities

| | 2020 £ | 2019 £ |
|--|----------------|----------------|
| Operating costs | 31,540 | 18,986 |
| Publicity and promotion | 25,325 | 13,966 |
| | <u>56,865</u> | <u>32,952</u> |
| Share of support costs (see note 9) | 370,821 | 332,632 |
| Share of governance costs (see note 9) | 2,400 | 2,400 |
| | <u>430,086</u> | <u>367,984</u> |
| Analysis by fund | | |
| Unrestricted funds | 149,432 | 4,350 |
| Restricted funds | 280,654 | 363,634 |
| | <u>430,086</u> | <u>367,984</u> |

8 Raising funds

| | 2020 £ | 2019 £ |
|----------------------------------|--------------|---------------|
| <i>Fundraising and publicity</i> | | |
| Fundraising events and lotteries | <u>7,141</u> | <u>17,656</u> |

NEWCASTLE RUGBY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2020

9 Support costs

| | Support costs £ | Governance costs £ | 2020 £ | 2019 £ |
|---|--------------------|-----------------------|----------------|----------------|
| Staff costs | 305,636 | - | 305,636 | 285,004 |
| General administrative expenses | 45,056 | - | 45,056 | 20,113 |
| Travel, subsistence and entertainment | 12,549 | - | 12,549 | 20,524 |
| Legal and professional | 1,969 | - | 1,969 | (36) |
| Marketing and sponsorships | 5,611 | - | 5,611 | 7,027 |
| Independent examiner - examination fees | - | 2,400 | 2,400 | 2,400 |
| | <u>370,821</u> | <u>2,400</u> | <u>373,221</u> | <u>335,032</u> |
| Analysed between | | | | |
| Charitable activities | <u>370,821</u> | <u>2,400</u> | <u>373,221</u> | <u>335,032</u> |

The charity initially identifies the costs of its support functions. It then identifies those costs which relate to the governance function. Having identified its governance costs, the remaining support costs together with the governance costs are allocated to the charitable activity undertaken in the year.

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

11 Employees

Number of employees

The average monthly number of employees during the year was:

| | 2020 Number | 2019 Number |
|-------------------------|-------------------|-------------------|
| | <u>14</u> | <u>13</u> |
| Employment costs | 2020 £ | 2019 £ |
| Wages and salaries | 288,447 | 267,039 |
| Social security costs | 17,189 | 17,965 |
| | <u>305,636</u> | <u>285,004</u> |

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

NEWCASTLE RUGBY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2020

12 Debtors

| | 2020 | 2019 |
|---|----------------|----------------|
| | £ | £ |
| Amounts falling due within one year: | | |
| Trade debtors | 66,309 | 150,005 |
| Other debtors | 297,820 | 38,359 |
| Prepayments and accrued income | 895 | 3,750 |
| | <u>365,024</u> | <u>192,114</u> |

13 Creditors: amounts falling due within one year

| | 2020 | 2019 |
|------------------------------------|----------------|---------------|
| | £ | £ |
| Other taxation and social security | 22,165 | 6,996 |
| Trade creditors | 2,900 | 9,561 |
| Other creditors | 569 | 2,080 |
| Accruals and deferred income | 141,086 | 3,345 |
| | <u>166,720</u> | <u>21,982</u> |

NEWCASTLE RUGBY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2020

14 Funds

Current financial year

| | Balance at 1 July 2019 £ | Movement in funds | | Balance at 30 June 2020 £ |
|---------------------------|--------------------------------|----------------------------|----------------------------|---------------------------------|
| | | Incoming resources £ | Resources expended £ | |
| Unrestricted funds | | | | |
| General | 375,589 | 141,627 | (156,573) | 360,643 |
| | | | | |
| Restricted funds | | | | |
| General | - | 76,178 | (76,178) | - |
| Hitz | - | 17,095 | (17,095) | - |
| PRL - Greggs | - | 22,397 | (22,397) | - |
| Hofa | - | 87,694 | (87,694) | - |
| Sky Try | - | 17,500 | (17,500) | - |
| MLAP | - | 8,000 | (8,000) | - |
| Tynemet | - | 28,315 | (28,315) | - |
| Newcastle Thunder | - | 4,477 | (4,477) | - |
| Academy | - | 7,898 | (7,898) | - |
| Action for Children | - | 3,600 | (3,600) | - |
| North of Tyne / RFL | - | 5,000 | (5,000) | - |
| South of Tyne / RFL | - | 2,500 | (2,500) | - |
| | - | 280,654 | (280,654) | - |
| Total funds | 375,589 | 422,281 | (437,227) | 360,643 |

Further details of the restricted funds can be found in the Trustees report.

NEWCASTLE RUGBY FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2020

14 Funds

(Continued)

Prior financial year

| | Balance at 1 July 2018 £ | Movement in funds | | Balance at 30 June 2019 £ |
|---------------------------------------|--------------------------------|----------------------------|----------------------------|---------------------------------|
| | | Incoming resources £ | Resources expended £ | |
| Unrestricted funds | | | | |
| General | 271,734 | 125,861 | (22,006) | 375,589 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Restricted funds | | | | |
| Hitz | - | 21,800 | (21,800) | - |
| PRL - Greggs | - | 11,000 | (11,000) | - |
| Hofa | - | 198,459 | (198,459) | - |
| Sky Try | - | 46,500 | (46,500) | - |
| MLAP | - | 4,923 | (4,923) | - |
| Academy | - | 15,099 | (15,099) | - |
| Tynemet | - | 26,975 | (26,975) | - |
| Try to Sign | - | 8,500 | (8,500) | - |
| Action for Children | - | 3,378 | (3,378) | - |
| North of Tyne / RFL | - | 15,000 | (15,000) | - |
| First Class Supply School Connections | - | 12,000 | (12,000) | - |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| | - | 363,634 | (363,634) | - |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Total funds | 271,734 | 489,495 | (385,640) | 375,589 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |

15 Related party transactions

There were no disclosable related party transactions during the year (2019 - none).