

COMPANY REGISTRATION NUMBER: 06557851
CHARITY REGISTRATION NUMBER: 1125632

NWG Network
Company Limited by Guarantee
Financial Statements
31 March 2022

ALLEN, WEST AND FOSTER LIMITED
Chartered Accountants & statutory auditor
Omega Court
364-366 Cemetery Road
Sheffield
S11 8FT

NWG Network

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2022

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NWG Network

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 March 2022

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2022.

Reference and administrative details

Registered charity name	NWG Network
Charity registration number	1125632
Company registration number	06557851
Principal office and registered office	Suite 1 Innovation House East Service Road Raynesway Derby DE21 7BF

The trustees

R Cadman-Jones	
M Haughton	(Retired 23 March 2022)
G M B Nicholson	(Retired 23 March 2022)
S A Rose	
C Lewis	
J Storer	(Retired 23 July 2021)
N Jones	
Dr C Harris	

Auditor	Allen, West and Foster Limited Chartered Accountants & statutory auditor Omega Court 364-366 Cemetery Road Sheffield S11 8FT
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NWG Network

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Structure, governance and management

Governing documents

NWG is constituted as a company limited by guarantee, incorporated on 7th April 2008. The work of the charity is governed by the Memorandum and Articles of Association which were updated in April 2015.

Recruitment and appointment of new trustees

A director (who also serves as a trustee and management group member) must be aged 18 years or older. Directors are appointed at the Annual General Meeting or by the other directors. The Articles of Association contains the normal explanation of the duties involved. At each Annual General Meeting, one third of the directors, or, if their number is not 3 or a multiple of 3, the number nearest to one third, must retire from office by rotation. Retiring directors can stand for reappointment again if they wish to do so. However a trustee can only stand for 3 consecutive terms. Should they wish to return they can stand for reappointment after a 12 month period. Potential directors could be identified by personal recommendation, or by advertising the vacancy via the mailing list.

Membership Structure

The NWG Network is made up of professionals who are individuals, organisations and projects who work with young people at risk of, or affected by, child exploitation, or those undertaking policy and research work in this area.

There is a fixed fee structure for individuals and projects allowing full paying members access to the whole website.

Risk Management

The trustees have a duty to identify and review the risks to which the charitable company is exposed, and to ensure that appropriate controls are in place to provide reasonable assurance against fraud and error. The trustees undertake this duty through the maintenance of a risk register which is updated on an ongoing basis. The entire register is reviewed on an annual basis.

NWG Network

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Objectives and activities

The charities objects are to promote, enable, support and develop the protection of children and young people who are affected by sexual exploitation, human trafficking and modern slavery and the relief in need of such persons affected in such parts of the United Kingdom or the world as the Directors from time to time may think fit, in particular but not exclusively by:

- providing a forum for projects or organisations concerned with the relief of children and young people who are suffering because of sexual exploitation, modern slavery;
- providing links into current research, policy and project developments within the field of sexual exploitation, modern slavery of children and young people and offering opportunity for examples of good, bad and developing practice to be shared and discussed;
- encouraging the coordination of different approaches and aiming to contribute to the development of a coordinated policy and practice concerning children and young people at risk of or suffering sexual exploitation, modern slavery ;
- encouraging a child centred practice that recognises and respects diversity;
- developing an appropriate support network for services working with children and young people at risk of or experiencing sexual exploitation, modern slavery;
- enabling the Charity to be heard as a collective group of projects and organisations working in the field of sexual exploitation, modern slavery;
- assisting in the eradication of the sexual exploitation and modern slavery of children and young people

Public Benefit

Our aims and objectives fall within the description of the charitable purposes set out in the Charities Act 2006. The very nature of the aims and objectives is, we believe, self evidently open, outward looking and inclusive, and therefore for the public benefit. The directors have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Details of activities undertaken to further the aims and objectives

The NWG is a unique organisation in that it is the only body which represents and directly supports all those who work with sexually exploited children and young people. A full range of NWG meetings, activities and training events took place over the last year. The NWG remains the only UK wide network in contact with all providers of child exploitation services and with an in-depth knowledge of provision across the country. One of its key strengths has been its ability to unite extremely diverse services (our membership covers statutory, voluntary and private sector organisations, generic and specialist youth provision, child protection organisations, research, policymakers and frontline practitioners) to work together effectively in this area.

We have continued to work with government departments through working groups and roundtable events, individual meetings with a range of teams working on different aspects of Child Exploitation and trafficking within the UK.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Achievements and performance

This report covers the second year of working whilst in the midst of the pandemic and all the challenges that brought, not just for us but for all our colleagues too. We continue to support and work with our colleagues in areas that are overwhelmed and under resources which only strengthens our resolve to share improving practice, resources, information to assist them in their day to day work. The 'perfect storm' the pandemic created means increased risks for children and families and our response to the demands of our network focused our work during the year to their needs.

I remain very proud of all our network, their willingness to share, engage with and support others during this difficult time shows that when the need arises, we are a family that supports each other and helps through difficult times. The NWG knows that in the coming years we are likely to see greater demand on our colleagues across all statutory and non-statutory agencies and we endeavour to continue our work, and evolve in accordance to their needs. We gratefully received a 5 year lottery grant to strengthen our work with education, transition, prevention, disruption, diversity and inclusion and during this year we appointed Pavandeep Kaur to our team to take a lead on our Faith work.

We continue to work with Sport England on Safeguarding in Sport at a grassroots level and have successfully initiated the Safe to Play work in a number of areas. We also signed a further 5 year agreement to work alongside Sport England as a Sister Systems Partner. Finally, I am extremely proud of my team and all the network who have demonstrated a commitment to share all aspects of their work, the challenges they all faced and the problem solving shared with peers. Thank you to each and every one of you.

With regards to the Esmee Fairburn grant income, in line with SORP this was all shown in the annual accounts for 2020-2021, however the project ran until December 2021, we weren't able to defer as performance points weren't added to the grant wording, so this has impacted on the surplus / deficit for both years

2020-2021 £128,974

2021-2022 (£96,777)

In future the grant wording will be reviewed and performance criteria will be included before grant offer is accepted.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

Financial review

During the year there has been an increase in the level of unrestricted reserves. At the beginning of the year these reserves stood at £250,094 and at the 31st March 2022 had moved to £260,669.

In order to achieve the objects of our strategic plan, NWG will aim:

- to continue to involve young people in consultation around issues of exploitation
- to increase professional knowledge
- to share effective practice
- to develop a wide range of resources
- to work with a range of law enforcement agencies to improve responses
- to work with statutory, voluntary and community agencies, private and social enterprise companies to educate, prevent and improve responses to child exploitation.

We will continue to maintain accurate records of income and expenditure and exercise vigorous financial management. We will produce regular financial reports as well as audited annual financial statements in accordance with SORP, Charity Commission and Companies House requirements.

Principal Funding Sources

The principal funding sources for the charity are set out in note 5.

Investment Policy

The Board has considered the most appropriate policy for investing funds subject to the overriding requirement of maintaining liquidity of funds. For the present it has concluded that excess funds are to be invested with the bank and available for immediate access.

Reserves Policy

The Board has considered the level of reserves that are required, and has concluded that 3 to 6 months of normal expenditure is the minimum that should be retained at present.

This level of reserves will be reviewed on an annual basis in the future.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

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Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

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 applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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.

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The auditor is deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 10 October 2022 and signed on behalf of the board of trustees by:



Mr S A Rose
Chair of Board of Trustees

NWG Network

Company Limited by Guarantee

Independent Auditor's Report to the Members of NWG Network

Year ended 31 March 2022

Opinion

We have audited the financial statements of NWG Network (the 'charity') for the year ended 31 March 2022 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and the provisions available for small entities, in the circumstances set out below, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors, including "APB Ethical Standard - Provisions Available for Small Entities (Revised)", in the circumstances set out below:

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

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Company Limited by Guarantee

Independent Auditor's Report to the Members of NWG Network (continued)

Year ended 31 March 2022

Other information

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

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

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

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Company Limited by Guarantee

Independent Auditor's Report to the Members of NWG Network *(continued)*

Year ended 31 March 2022

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

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Company Limited by Guarantee

Independent Auditor's Report to the Members of NWG Network *(continued)*

Year ended 31 March 2022

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

Audit risks identified

- the nature of the industry and sector, control environment and business performance;
- results of our enquiries of management, about their own identification and assessment of the risks of irregularities;
- any matters we identified having made enquiries about the documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in relation to income recognition, banking procedures and segregation of duties. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, UK Corporate Governance Code and local tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

Audit response to risks identified

NWG Network

Company Limited by Guarantee

Independent Auditor's Report to the Members of NWG Network *(continued)*

Year ended 31 March 2022

As a result of performing the above, we identified income recognition, management override of controls and related party transactions as key audit matters related to the potential risk of fraud. In order to mitigate the risk identified, enquiries were made of key management personnel as to the processes surrounding the recording of transactions and recognition of income, including agreement to remittance advices and grant agreements. The existence of related parties was enquired about with key management personnel and throughout the audit and review of the accounts (as well as the transactions included therein) it was ensured that there were no disclosable items or transactions which had not been conducted at arms length.

In addressing the risk of fraud through management override of controls, our procedures included reviewing and testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business. Due to the minimal number of transactions throughout the financial year it was clear that there had been no management override of controls and that each transaction had been correctly and properly recorded as appropriate.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or noncompliance with laws and regulations throughout the audit.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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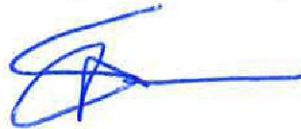
Independent Auditor's Report to the Members of NWG Network *(continued)*

Year ended 31 March 2022

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



Stephen Allen ACA FCCA (Senior Statutory Auditor)

For and on behalf of
Allen, West and Foster Limited
Chartered Accountants & statutory auditor

Omega Court
364-366 Cemetery Road
Sheffield
S11 8FT

10 October 2022

NWG Network

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2022

		Unrestricted funds £	2022 Restricted funds £	Total funds £	2021 Total funds £
	Note				
Incoming resources					
Voluntary income	5	164,854	408,342	573,196	697,454
Investment income	6	51	–	51	157
Other income	7	–	–	–	10,239
Total income		<u>164,905</u>	<u>408,342</u>	<u>573,247</u>	<u>707,850</u>
Expenditure					
Expenditure on raising funds:					
Costs of generating voluntary income	8	3,144	13,175	16,319	18,532
Expenditure on charitable activities	9,10	227,290	427,165	654,455	560,344
Other expenditure	12	(750)	–	(750)	–
Total expenditure		<u>229,684</u>	<u>440,340</u>	<u>670,024</u>	<u>578,876</u>
Net (expenditure)/income		<u>(64,779)</u>	<u>(31,998)</u>	<u>(96,777)</u>	<u>128,974</u>
Transfers between funds		75,354	(75,354)	–	–
Net movement in funds		<u>10,575</u>	<u>(107,352)</u>	<u>(96,777)</u>	<u>128,974</u>
Reconciliation of funds					
Total funds brought forward		250,094	230,650	480,744	351,770
Total funds carried forward		<u>260,669</u>	<u>123,298</u>	<u>383,967</u>	<u>480,744</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 16 to 26 form part of these financial statements.

NWG Network

Company Limited by Guarantee

Statement of Financial Position

31 March 2022

	Note	2022 £	£	2021 £
Fixed assets				
Tangible fixed assets	17		2,929	3,905
Current assets				
Debtors	18	44,709		16,926
Cash at bank and in hand		422,580		519,116
		467,289		536,042
Creditors: amounts falling due within one year	19	86,251		59,203
Net current assets			381,038	476,839
Total assets less current liabilities			383,967	480,744
Net assets			383,967	480,744
Funds of the charity				
Restricted funds			123,298	230,650
Unrestricted funds			260,669	250,094
Total charity funds	21		383,967	480,744

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

These financial statements were approved by the board of trustees and authorised for issue on 10 October 2022, and are signed on behalf of the board by:



Rebecca Cadman-Jones
Treasurer

Company registration number: 06557851

The notes on pages 16 to 26 form part of these financial statements.

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Statement of Cash Flows

Year ended 31 March 2022

	2022 £	2021 £
Cash flows from operating activities		
Net (expenditure)/income	(96,777)	128,974
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	976	1,302
Other interest receivable and similar income	(51)	(157)
Interest payable and similar charges	737	637
Accrued expenses	38,703	24,312
<i>Changes in:</i>		
Trade and other debtors	(27,783)	11,201
Trade and other creditors	(11,655)	(24,478)
Cash generated from operations	(95,850)	141,791
Interest paid	(737)	(637)
Interest received	51	157
Net cash (used in)/from operating activities	(96,536)	141,311
Net (decrease)/increase in cash and cash equivalents	(96,536)	141,311
Cash and cash equivalents at beginning of year	519,116	377,805
Cash and cash equivalents at end of year	422,580	519,116

The notes on pages 16 to 26 form part of these financial statements.

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Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2022

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Suite 1 Innovation House, East Service Road, Raynesway, Derby, DE21 7BF.

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 Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association 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 (FRS102) (effective 1 January 2015).

Going concern

There are no material uncertainties about the charity's ability to continue as a going concern. This is despite the ongoing Covid 19 pandemic and is due to the charity retaining sufficient reserves and cash balances to meet its obligations as they become due.

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 in furtherance of the purposes of the charity.

Designated funds are unrestricted funds earmarked by the trustees for specific purposes.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor.

NWG Network

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Incoming resources

All income is included in the statement of financial activities when the charity is entitled to the income, any performance related conditions attached have been met or are fully within the control of the charity, the income is considered probable and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Donations and legacy income is received by way of donations, legacies, grants and gifts and is included in full in the Statement of Financial Activities when receivable. Where legacies have been notified to the charity but the criteria for income recognition have not been met, the legacy is treated as a contingent asset and disclosed if material. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity, being the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market.

Investment income is included when receivable.

Income from charitable trading activity is accounted for when earned.

Income from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance.

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 reported as part of the expenditure to which it relates:

Costs of raising funds comprise the costs associated with attracting donations, grants and legacies and the costs of trading for fundraising purposes.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

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 between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis, as set out in the notes to the accounts.

NWG Network

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

3. Accounting policies *(continued)*

Tangible assets

All fixed assets are initially recorded at cost.

The charitable company received funding in the past which had been spent on certain fixed assets, mainly office furniture and computer equipment and these items had been treated as revenue rather than capital at the time. Accordingly these assets do not appear on the charitable company's balance sheet.

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:

Motor Vehicles - 25% reducing balance

Financial instruments

A financial asset or a financial liability is recognised only when the entity 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, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Defined contribution plans

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

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

4. Limited by guarantee

Every member of the Company undertakes to contribute such an amount as may be required, but not exceeding £1, to the Company's assets if it should be wound up while he/she is a member, or within one year after he/she ceases to be a member of the Company, for payment of the Company's debts and liabilities contracted before he/she ceases to be a member and of the costs, charges and expenses of the winding up and for the adjustment of the rights of the contributories among themselves.

NWG Network

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2022

5. Voluntary income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Donations	1,284	—	1,284
Grants			
Grants	54,677	408,342	463,019
Subscriptions			
Operational scrutiny	—	—	—
Other donations and legacies			
Membership fees	17,611	—	17,611
Conference and seminar receipts	15,748	—	15,748
Consultancy fees	27,132	—	27,132
Awareness literature	727	—	727
Commissioned work	47,675	—	47,675
	<u>164,854</u>	<u>408,342</u>	<u>573,196</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
Donations	2,468	—	2,468
Grants			
Grants	—	644,108	644,108
Subscriptions			
Operational scrutiny	8,032	—	8,032
Other donations and legacies			
Membership fees	16,585	—	16,585
Conference and seminar receipts	1,374	—	1,374
Consultancy fees	24,781	—	24,781
Awareness literature	106	—	106
Commissioned work	—	—	—
	<u>53,346</u>	<u>644,108</u>	<u>697,454</u>

6. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
UK bank interest receivable	<u>51</u>	<u>51</u>	<u>157</u>	<u>157</u>

NWG Network

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2022

7. Other income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Other income	—	—	10,239	10,239

8. Costs of generating voluntary income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Costs of generating voluntary income	3,144	13,175	16,319

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Costs of generating voluntary income	12,516	6,016	18,532

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Charitable activities	91,217	421,341	512,559
Support costs	136,073	5,824	141,896
	<u>227,290</u>	<u>427,165</u>	<u>654,455</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Charitable activities	(71,434)	532,806	461,371
Support costs	92,896	6,076	98,973
	<u>21,462</u>	<u>538,882</u>	<u>560,344</u>

10. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2022 £	Total fund 2021 £
Charitable activities	512,559	133,583	646,142	551,805
Governance costs	—	8,313	8,313	8,539
	<u>512,559</u>	<u>141,896</u>	<u>654,455</u>	<u>560,344</u>

NWG Network

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2022

11. Analysis of support costs

	Analysis of support costs activity 1 £	Total 2022 £	Total 2021 £
Premises	133,584	133,584	90,434
Finance costs	8,313	8,313	8,539
	<u>141,897</u>	<u>141,897</u>	<u>98,973</u>

12. Other expenditure

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
(Gain)/Loss on disposal of tangible fixed assets held for charity's own use	(750)	(750)	—	—

13. Net (expenditure)/income

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

	2022 £	2021 £
Depreciation of tangible fixed assets	976	1,302
Gains on disposal of tangible fixed assets	(750)	—

14. Auditors remuneration

	2022 £	2021 £
Fees payable for the audit of the financial statements	<u>6,600</u>	<u>6,600</u>

15. Staff costs

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

	2022 £	2021 £
Wages and salaries	390,842	384,705
Social security costs	36,007	34,689
Employer contributions to pension plans	9,128	8,869
	<u>435,977</u>	<u>428,263</u>

Included within wages and salaries is redundancy costs of £Nil (2021: £6,144).

NWG Network

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2022

15. Staff costs (continued)

The average head count of employees during the year was 11 (2021: 12). The average number of full-time equivalent employees during the year is analysed as follows:

	2022 No.	2021 No.
Number of staff in all departments	<u>11</u>	<u>12</u>

The number of employees whose remuneration for the year fell within the following bands, were:

	2022 No.	2021 No.
£60,000 to £69,999	<u>1</u>	<u>1</u>

16. Trustee remuneration and expenses

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

17. Tangible fixed assets

	Motor vehicles £	Total £
Cost		
At 1 Apr 2021 and 31 Mar 2022	<u>10,098</u>	<u>10,098</u>
Depreciation		
At 1 Apr 2021	6,193	6,193
Charge for the year	<u>976</u>	<u>976</u>
At 31 Mar 2022	<u>7,169</u>	<u>7,169</u>
Carrying amount		
At 31 Mar 2022	<u>2,929</u>	<u>2,929</u>
At 31 Mar 2021	<u>3,905</u>	<u>3,905</u>

18. Debtors

	2022 £	2021 £
Prepayments and accrued income	23,080	4,397
Other debtors	<u>21,629</u>	<u>12,529</u>
	<u>44,709</u>	<u>16,926</u>

NWG Network

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2022

19. Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	9,479	13,299
Accruals and deferred income	70,720	32,017
Social security and other taxes	—	8,900
Other creditors	6,052	4,987
	<u>86,251</u>	<u>59,203</u>

20. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £9,128 (2021: £8,869).

21. Analysis of charitable funds

Unrestricted funds

	At 1 Apr 2021	Income	Expenditure	Transfers	At 31 Mar 2022
	£	£	£	£	£
General funds	<u>250,094</u>	<u>164,905</u>	<u>(229,684)</u>	<u>75,354</u>	<u>260,669</u>

	At 1 Apr 2020	Income	Expenditure	Transfers	At 31 Mar 2021
	£	£	£	£	£
General funds	<u>220,330</u>	<u>63,742</u>	<u>(33,978)</u>	<u>—</u>	<u>250,094</u>

NWG Network

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2022

21. Analysis of charitable funds (continued)

Restricted funds

	At 1 Apr 2021	Income	Expenditure	Transfers	At 31 Mar 2022
	£	£	£	£	£
John Laing	—	43,083	(43,083)	—	—
Sports England	10,000	200,000	(110,000)	—	100,000
Esmee Fairbairn	145,296	—	(145,296)	—	—
Samworth	—	50,000	(50,000)	—	—
Samworth Digital	—	—	—	—	—
Investment	48,687	—	—	(48,687)	—
Trilateral Funding	—	2,850	(2,850)	—	—
Bromley Foundation	—	—	—	—	—
National Lottery	—	60,325	(37,027)	—	23,298
HMRC Furlough	—	—	—	—	—
Other	—	—	—	—	—
Samworth Extra	26,667	—	—	(26,667)	—
Sports England - SCiMA	—	52,084	(52,084)	—	—
	<u>230,650</u>	<u>408,342</u>	<u>(440,340)</u>	<u>(75,354)</u>	<u>123,298</u>

	At 1 Apr 2020	Income	Expenditure	Transfers	At 31 Mar 2021
	£	£	£	£	£
John Laing	—	16,917	(16,917)	—	—
Sports England	10,000	197,372	(197,372)	—	10,000
Esmee Fairbairn	121,440	183,461	(159,605)	—	145,296
Samworth	—	50,000	(50,000)	—	—
Samworth Digital	—	—	—	—	—
Investment	—	48,687	—	—	48,687
Trilateral Funding	—	9,190	(9,190)	—	—
Bromley Foundation	—	5,000	(5,000)	—	—
National Lottery	—	75,587	(75,587)	—	—
HMRC Furlough	—	28,596	(28,596)	—	—
Other	—	2,631	(2,631)	—	—
Samworth Extra	—	26,667	—	—	26,667
Sports England - SCiMA	—	—	—	—	—
	<u>131,440</u>	<u>644,108</u>	<u>(544,898)</u>	<u>—</u>	<u>230,650</u>

NWG Network

Company Limited by Guarantee

Notes to the Financial Statements (continued)

Year ended 31 March 2022

21. Analysis of charitable funds (continued)

Restricted Funds

John Laing - grant received towards the cost of the Youth Participation programme.

Sport England - to support sports infrastructure providers and practitioners to improve their capacity to safeguard young people.

Esmee Fairbairn Foundation - supports the post of the new Chief Operating Officer (COO), implementation of a 5 year plan and growth of our established network.

Samworth - support to strengthen our infrastructure and improve our sustainability.

National Lottery - to support tackling child sexual exploitation Covid 19 and beyond.

With regards to the Esmee Fairburn grant income, in line with SORP this was all shown in the annual accounts for 2020-2021, however the project ran until December 2021, we weren't able to defer as performance points weren't added to the grant wording, so this has impacted on the surplus / deficit for both years

2020-2021 £128,974

2021-2022 (£96,777)

In future the grant wording will be reviewed and performance criteria will be included before grant offer is accepted.

22. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	2,929	—	2,929
Current assets	257,740	123,298	381,038
Net assets	260,669	123,298	383,967

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	3,905	—	3,905
Current assets	246,189	230,650	476,839
Net assets	250,094	230,650	480,744

23. Analysis of changes in net debt

	At 1 Apr 2021 £	Cash flows £	At 31 Mar 2022 £
Cash at bank and in hand	519,116	(96,536)	422,580

NWG Network

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

24. Related parties

During the year under review, the charity paid Juno Telecoms Limited £7,737 (2021 - £7,770). G M B Nicholson, one of the trustees, is the managing director of Juno Telecoms Limited.

The purchases were on normal commercial terms. The balance outstanding due to Juno Telecoms at 31st March 2022 was £Nil (2021 - £Nil).

Further, Rebecca Cadman-Jones, one of the trustees, is a director of KC Jones (Conference and Events) Limited who are event organisers used by NWG Network. KC Jones (Conference and Events) Limited were paid £7,353 during the year under review (2021 - £Nil).

The purchases were on normal commercial terms. The balance outstanding due to KC Jones at 31st March 2022 was £Nil (2021 - £Nil).

NWG Network

Company Limited by Guarantee

Management Information

Year ended 31 March 2022

The following pages do not form part of the financial statements.

NWG Network

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 31 March 2022

	2022 £	2021 £
Incoming resources		
Voluntary income		
Donations	1,284	2,468
Grants	463,019	644,108
Operational scrutiny	—	8,032
Membership fees	17,611	16,585
Conference and seminar receipts	15,748	1,374
Consultancy fees	27,132	24,781
Awareness literature	727	106
Commissioned work	47,675	—
	<u>573,196</u>	<u>697,454</u>
Investment income		
UK bank interest receivable	<u>51</u>	<u>157</u>
Other income		
Other income	<u>—</u>	<u>10,239</u>
Total income	<u>573,247</u>	<u>707,850</u>

NWG Network

Company Limited by Guarantee

Detailed Statement of Financial Activities (continued)

Year ended 31 March 2022

	2022 £	2021 £
Expenditure		
Costs of generating voluntary income		
Seminar costs	—	3,294
Cost of resources	<u>16,319</u>	<u>15,238</u>
	<u>16,319</u>	<u>18,532</u>
Expenditure on charitable activities		
Wages and salaries	390,842	384,705
Employer's NIC	36,007	34,689
Pension costs	9,128	8,869
Rent	30,330	26,580
Repairs and maintenance	9,336	14,548
Insurance	6,436	6,688
Other motor/travel costs	2,033	4,631
Legal and professional fees	76,059	31,667
Telephone	2,628	2,711
Other office costs	3,287	1,171
Depreciation	976	1,302
Other interest payable and similar charges	737	637
Sundries	10,750	10,361
Promotion and communications	5,090	2,090
Knowledge Management	—	1,320
Training costs	6,063	5,623
IT support and web development	<u>64,753</u>	<u>22,752</u>
	<u>654,455</u>	<u>560,344</u>
Other expenditure		
(Gain)/Loss on disposal of tangible fixed assets held for charity's own use	<u>(750)</u>	<u>—</u>
Total expenditure	<u>670,024</u>	<u>578,876</u>
Net (expenditure)/income	<u>(96,777)</u>	<u>128,974</u>

NWG Network

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 March 2022

	2022 £	2021 £
Costs of generating voluntary income		
Costs of generating voluntary income		
Seminar costs	–	3,294
Cost of resources	<u>16,319</u>	<u>15,238</u>
	<u>16,319</u>	<u>18,532</u>
 Costs of generating voluntary income	 <u>16,319</u>	 <u>18,532</u>
 Expenditure on charitable activities		
Charitable activities		
<i>Activities undertaken directly</i>		
Wages	390,842	384,705
Employer's NIC	36,007	34,689
Pension costs	9,128	8,869
Motor and travel expenses	2,033	4,631
Legal support	69,459	25,067
Promotion and communications	5,090	2,090
Knowledge management	–	1,320
	<u>512,559</u>	<u>461,371</u>
 Support costs		
Rent, rates and water	30,330	26,580
Equipment costs	9,336	14,548
Insurance	6,436	6,688
Telephone	2,628	2,711
Postage and stationery	3,287	1,171
Sundries	10,750	10,361
Training costs	6,063	5,623
IT support and web development	64,753	22,752
	<u>133,583</u>	<u>90,434</u>
 Governance costs		
Audit fees	6,600	6,600
Depreciation	976	1,302
Other finance costs	737	637
	<u>8,313</u>	<u>8,539</u>
 Expenditure on charitable activities	 <u>654,455</u>	 <u>560,344</u>