

The Raw Foundation
Unaudited Financial Statements
31 August 2018

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

The Raw Foundation

Financial Statements

Year ended 31 August 2018

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

The Raw Foundation

Trustees' Annual Report

Year ended 31 August 2018

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 August 2018.

Reference and administrative details

Registered charity name The Raw Foundation

Charity registration number 1124963

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

The trustees

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

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

Structure, governance and management

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

Objectives and activities

The charity's objects are:

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

The Raw Foundation

Trustees' Annual Report *(continued)*

Year ended 31 August 2018

Objectives and activities *(continued)*

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

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

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

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

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

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

The Raw Foundation

Trustees' Annual Report *(continued)*

Year ended 31 August 2018

Achievements and performance

We continue to maximise the giving of individuals, corporate companies, trust funds and grant awarding bodies. This delivery of outcomes is largely down to experienced and creative project management, excellent use of volunteer time and resource as well as our unusually low overheads and running costs. It should be mentioned that our CEO relinquished a paid position within the charity to become the volunteer CEO of Lionsraw which is in keeping with our vision to mobilise a volunteer work force where feasible.

During the year to 31 August 2018 Lionsraw was delighted to officially open the centre in Brazil. For 6 years we have been developing a partnership with Futbol de Rua. The city council granted Lionsraw a long-term lease on a piece of land at the intersection of 4 favelas. We started building a large (4 building) facility in Spring 2014. The construction work was completed in Spring 2018. Board members and key volunteers from Lionsraw attended the opening ceremony and celebration in July 2018. Completing this project has been our key accomplishment of this year under the leadership of board member Chris Agar.

South Africa had a positive 2018 in regards the settling of the school build in 2017 and an increase in the feeding program to 700 pupils. Lionsraw South Africa's focus is on the 2020 Vision project where we intend to build a school hall, football/sports court and a netball court and will also be painting all classrooms. We will be delivering netball and football programs to over 2,000 children with Grangetown netball club who are one of the leading teams in the UK and we are currently discussing our football partner.

There was a week's visit, post year end, in November 2018 from 8 volunteers from the UK to assist in planning the 2020 project. During this trip it was identified that the school not having a fence was becoming more and more problematic and as such a volunteer funded half the £7,000 cost and the charities existing funds paid the remainder.

Lionsraw South Africa is well funded but like all charities needs to keep focused and ensure all upcoming projects and existing commitments can be met.

In the USA the emerging team and board have been developing three key partnership towards a huge 10 year program around the 2026 World Cup. The project was publicly launched through US media in June 2018. Our Director in the US, Ben Astin, spent most of the year building the task force of partner agencies and celebrity endorsements ready for this launch.

In the UK, we have launched a development team, tasked with preparing a London based project and identifying partners for a project in the summer of 2020. We have appointed a new team leader, Daniel Haigh to deliver the program. We continue to oversee our UK legacy project on Teesside, through the partnership with Cleveland Juniors.

We also delivered a new public presence in early 2018, with the launch of our new website.

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

The Raw Foundation

Trustees' Annual Report *(continued)*

Year ended 31 August 2018

Financial review

The Statement of Financial Activities shows surplus on unrestricted funds for the year of £2,979, unrestricted reserves stand at £3,977 and total reserves for the year stand at £52,326.

Reserves policy and risk management

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

The unrestricted free reserves of the charity at 31 August 2018 amounted to £3,512. Free reserves are those not tied up in fixed assets and designated funds.

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

The trustees' annual report was approved on 13 June 2019 and signed on behalf of the board of trustees by:

W R Webb
Trustee

The Raw Foundation

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

Year ended 31 August 2018

I report to the trustees on my examination of the financial statements of The Raw Foundation ('the charity') for the year ended 31 August 2018.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

CENSIS
Chartered accountant

Exchange Building
66 Church Street
Hartlepool
TS24 7DN

The Raw Foundation

Statement of Financial Activities

31 August 2018

		Unrestricted funds £	2018 Restricted funds £	Total funds £	2017 Total funds £
Income and endowments					
Donations and legacies	4	19,426	50,440	69,866	116,056
Total income		<u>19,426</u>	<u>50,440</u>	<u>69,866</u>	<u>116,056</u>
Expenditure					
Expenditure on charitable activities	5,6	16,447	63,609	80,056	77,261
Total expenditure		<u>16,447</u>	<u>63,609</u>	<u>80,056</u>	<u>77,261</u>
Net (expenditure)/income and net movement in funds		<u>2,979</u>	<u>(13,169)</u>	<u>(10,190)</u>	<u>38,795</u>
Reconciliation of funds					
Total funds brought forward		998	61,518	62,516	23,721
Total funds carried forward		<u>3,977</u>	<u>48,349</u>	<u>52,326</u>	<u>62,516</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

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

The Raw Foundation

Statement of Financial Position

31 August 2018

		2018 £	2017 £
Fixed assets			
Tangible fixed assets	12	465	620
Current assets			
Debtors	13	–	5,072
Cash at bank and in hand		<u>58,611</u>	<u>56,824</u>
		58,611	61,896
Creditors: amounts falling due within one year	14	<u>6,750</u>	<u>–</u>
Net current assets		<u>51,861</u>	<u>61,896</u>
Total assets less current liabilities		<u>52,326</u>	<u>62,516</u>
Funds of the charity			
Restricted funds		48,349	61,518
Unrestricted funds		<u>3,977</u>	<u>998</u>
Total charity funds	15	<u>52,326</u>	<u>62,516</u>

These financial statements were approved by the board of trustees and authorised for issue on 13 June 2019, and are signed on behalf of the board by:

W R Webb
Trustee

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

The Raw Foundation

Statement of Cash Flows

Year ended 31 August 2018

	2018 £	2017 £
Cash flows from operating activities		
Net (expenditure)/income	(10,190)	38,795
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	155	207
<i>Changes in:</i>		
Trade and other debtors	5,072	6,921
Trade and other creditors	6,750	(7,000)
Cash generated from operations	<u>1,787</u>	<u>38,923</u>
Net cash from operating activities	<u>1,787</u>	<u>38,923</u>
Net increase in cash and cash equivalents	1,787	38,923
Cash and cash equivalents at beginning of year	<u>56,824</u>	<u>17,901</u>
Cash and cash equivalents at end of year	<u>58,611</u>	<u>56,824</u>

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

The Raw Foundation

Notes to the Financial Statements

Year ended 31 August 2018

1. General information

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

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

The Raw Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 August 2018

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The Raw Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 August 2018

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings - 25% reducing balance

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Donations			
Donations	15,965	50,440	66,405
Gift Aid	3,461	–	3,461
	<u>19,426</u>	<u>50,440</u>	<u>69,866</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
Donations			
Donations	39,702	63,113	102,815
Gift Aid	13,241	–	13,241
	<u>52,943</u>	<u>63,113</u>	<u>116,056</u>

The Raw Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 August 2018

5. Expenditure on charitable activities by fund type

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

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
South Africa Legacy	–	25,008	25,008
UK Legacy	–	3,468	3,468
Brazil Legacy	–	1,840	1,840
Support costs	46,945	–	46,945
	<u>46,945</u>	<u>30,316</u>	<u>77,261</u>

6. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2018 £	Total fund 2017 £
General Fund	–	16,447	16,447	46,945
South Africa Legacy	29,968	–	29,968	25,008
Brazil Legacy	33,641	–	33,641	1,840
	<u>63,609</u>	<u>16,447</u>	<u>80,056</u>	<u>77,261</u>

7. Analysis of support costs

	Analysis of support costs activity 1 £	Total 2018 £	Total 2017 £
Staff costs	10,222	10,222	22,922
Premises	(1,258)	(1,258)	602
General office	4,017	4,017	2,195
Human resources	3,300	3,300	3,260
Travel & flights	–	–	17,759
Bank charges	11	11	–
Depreciation	155	155	207
	<u>16,447</u>	<u>16,447</u>	<u>46,945</u>

The Raw Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 August 2018

8. Net (expenditure)/income

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

	2018	2017
	£	£
Depreciation of tangible fixed assets	155	207

9. Independent examination fees

	2018	2017
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	1,200	1,200

10. Staff costs

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

	2018	2017
	£	£
Wages and salaries	10,821	30,469

The average head count of employees during the year was 1 (2017: 1). The average number of full-time equivalent employees during the year is analysed as follows:

	2018	2017
	No.	No.
Charitable activities	1	1

No employee received employee benefits of more than £60,000 during the year (2017: Nil).

11. Trustee remuneration and expenses

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

12. Tangible fixed assets

	Fixtures and fittings
	£
Cost	
At 1 September 2017 and 31 August 2018	1,698
Depreciation	
At 1 September 2017	1,078
Charge for the year	155
At 31 August 2018	1,233
Carrying amount	
At 31 August 2018	465
At 31 August 2017	620

The Raw Foundation

Notes to the Financial Statements *(continued)*

Year ended 31 August 2018

13. Debtors

	2018 £	2017 £
Other debtors	–	5,072

14. Creditors: amounts falling due within one year

	2018 £	2017 £
Other loans	6,750	–

15. Analysis of charitable funds

Unrestricted funds

	At 1 September 2017 £	Income £	Expenditure £	At 31 August 20 18 £
General funds	998	19,426	(16,447)	3,977

Restricted funds

	At 1 September 2017 £	Income £	Expenditure £	At 31 August 20 18 £
South Africa Legacy	18,561	33,576	(29,968)	22,169
UK Legacy	–	9,975	–	9,975
Brazil Legacy	42,957	6,889	(33,641)	16,205
	<u>61,518</u>	<u>50,440</u>	<u>(63,609)</u>	<u>48,349</u>

16. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £	Total Funds 2017 £
Tangible fixed assets	465	–	465	620
Current assets	10,262	48,349	58,611	61,896
Creditors less than 1 year	(6,750)	–	(6,750)	–
Net assets	<u>3,977</u>	<u>48,349</u>	<u>52,326</u>	<u>62,516</u>