

Paws2Rescue
Unaudited Financial Statements
31 December 2018

TURPIN BARKER ARMSTRONG

Chartered Certified Accountants

Allen House
1 Westmead Road
Sutton
Surrey
SM1 4LA

Paws2Rescue
Financial Statements
Year ended 31 December 2018

	Page
Trustees' annual report	1-6
Independent examiner's report to the trustees	7
Statement of financial activities	8
Statement of financial position	9
Notes to the financial statements	10-15

Paws2Rescue

Trustees' Annual Report *(continued)*

Year ended 31 December 2018

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

Reference and administrative details

Registered charity name	Paws2Rescue
Charity registration number	1156882
Principal office	26 Lymescote Gardens Sutton SM1 2PN Surrey

The trustees	A Standbridge R Dulwich J Chamberlain Y Vehlow
---------------------	---------------------------------------------------------

Independent examiner	David Payne FCA Allen House 1 Westmead Road Sutton Surrey SM1 4LA
-----------------------------	----------------------------------------------------------------------------------

Paws2Rescue

Trustees' Annual Report *(continued)*

Year ended 31 December 2018

Structure, Governance and management:

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

Paws2Rescue

Trustees' Annual Report *(continued)*

Year ended 31 December 2018

Objectives and Activities:

Summary of the Objects:

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

Summary of the main activities

Undertaken for the working

Towards the Objects:

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

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

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

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

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

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

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

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

Paws2Rescue

Trustees' Annual Report *(continued)*

Year ended 31 December 2018

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

Additional detail of

Objectives and Activities:

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

For the 2018 financial year, key projects were:

Education programme in schools across Romania

Neuter campaigns and promotion in the communities

Easter and Christmas Shoebox appeals for children

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

For this financial year, general activities included:

Response to emergency events including Prepare for Winter

Response to extreme suffering individual dog occurrence

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

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

A continued programme of visits to Romania

Achievements and Performance:

This year saw a small reduction of the charity in donations for our work from the previous year.

This year had an increase of over 30% in the income derived from the adoption of dogs due to substantial costs increase of transport from Romania to the UK, and a large increase in number of adoptions.

Three distinct areas of the charity are in place:

- a) Our work remains the assistance of the dogs in desperate need in Romania and across the world
- b) The fostering or adoption of dogs into homes in the UK, or any other country.
- c) Key focus at all times on neutering programmes and our education programme.

Paws2Rescue

Trustees' Annual Report *(continued)*

Year ended 31 December 2018

During 2018 we maintained our team numbers – all team members remain as volunteers.

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

Financial Review:

Policy on Reserves:

£10,000 minimum reserve

Funds in Deficit:

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

Further finance review details:

Almost two thirds of the income of the charity was in relation to the adoption of dogs into homes outside Romania. The adoption fees received were then paid out by Paws2Rescue in transport costs and to rescuers for the preparation of dogs including vaccinations and passport, for neutering and for the required kennel stays in the UK.

The remaining income: principal sources were from requests for donations on social media, from the sale of Paws2Rescue merchandise, from fundraising events and individual donations.

How expenditure has supported the

Key Objectives:

The main expenditure has been to sending payments to our rescuers to support the dogs in their care whether this has been for food, vet bills or shelter repairs, and to buy food whilst in Romania during our visits. This supports a key objective in relieving suffering, and providing facilities for their reception care and treatment.

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

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

Specific expenditure in 2018 has been on advertising and promotion, our education programme and the making of a 5 part television series to be live in 2019. This will hugely raise awareness of our work, and the abuse of dogs in Romania, to the UK public.

Investment Policy:

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

Paws2Rescue

Trustees' Annual Report *(continued)*

Year ended 31 December 2018

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

The trustees' annual report was approved on 3 October 2019 and signed on behalf of the board of trustees by:

A handwritten signature in black ink that reads "A Standbridge". The signature is written in a cursive, flowing style.

A Standbridge
Trustee

Paws2Rescue

Independent Examiner's Report to the Trustees of Paws2Rescue

Year ended 31 December 2018

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

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 Fellow 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 material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

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

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



David Payne FCA
Independent Examiner

Allen House
1 Westmead Road
Sutton
Surrey
SM1 4LA

21/10/19

Paws2Rescue

Statement of Financial Activities

Year ended 31 December 2018

		2018	2017
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	4	290,359	290,359
Charitable activities	5	2,353	2,353
Investment income	6	1	1
Other income	7	20	20
Total income		<u>292,733</u>	<u>292,733</u>
Expenditure			
Expenditure on raising funds:			
Costs of raising donations	8	274,859	274,859
Other expenditure	9	24,254	24,254
Total expenditure		<u>299,113</u>	<u>299,113</u>
Net (expenditure)/income and net movement in funds		<u>(8,498)</u>	<u>(8,498)</u>
Reconciliation of funds			
Total funds brought forward		17,766	17,766
Total funds carried forward		<u>9,268</u>	<u>9,268</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 10 to 15 form part of these financial statements.

Paws2Rescue
Statement of Financial Position
31 December 2018

	Note	2018 £	£	2017 £
Current assets				
Debtors	14	2,436		2,473
Cash at bank and in hand		<u>9,732</u>		<u>15,293</u>
		12,168		17,766
 Creditors: amounts falling due within one year	 15	 <u>2,900</u>		 <u>—</u>
Net current assets			9,268	17,766
Total assets less current liabilities			9,268	17,766
Net assets			<u>9,268</u>	<u>17,766</u>
 Funds of the charity				
Unrestricted funds			9,268	17,766
Total charity funds	16		<u>9,268</u>	<u>17,766</u>

These financial statements were approved by the board of trustees and authorised for issue on 15 October 2019, and are signed on behalf of the board by:



A Standbridge
Trustee

Paws2Rescue

Notes to the Financial Statements

Year ended 31 December 2018

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 26 Lymescote Gardens, Sutton, SM1 2PN, Surrey.

2. Statement of compliance

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

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Judgements and key sources of estimation uncertainty

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

Foreign currencies

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

Fund accounting

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

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

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

Paws2Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 December 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.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Paws2Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Donations				
Donations	80,280	80,280	113,878	113,878
Animal adoptions	210,079	210,079	91,582	91,582
	<u>290,359</u>	<u>290,359</u>	<u>205,460</u>	<u>205,460</u>

5. Charitable activities

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
Merchandise sales	<u>2,353</u>	<u>2,353</u>	<u>2,162</u>	<u>2,162</u>

Paws2Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

6. Investment income

	Unrestricted Funds	Total Funds 2018	Unrestricted Funds	Total Funds 2017
	£	£	£	£
Bank interest receivable	<u>1</u>	<u>1</u>	<u>1</u>	<u>1</u>

7. Other income

	Unrestricted Funds	Total Funds 2018	Unrestricted Funds	Total Funds 2017
	£	£	£	£
Commission income	<u>20</u>	<u>20</u>	<u>279</u>	<u>279</u>

8. Costs of raising donations

	Unrestricted Funds	Total Funds 2018	Unrestricted Funds	Total Funds 2017
	£	£	£	£
Cost of fundraising events	5,853	5,853	4,119	4,119
Merchandise	4,424	4,424	3,685	3,685
Insurance	905	905	790	790
General expenses	634	634	1,131	1,131
Donations	33	33	75	75
Legal and professional fees	5,100	5,100	3,405	3,405
Telephone	877	877	834	834
Foreign exchange gain/loss	748	748	3,649	3,649
Accountancy	6,400	6,400	2,075	2,075
Transportation of dogs	97,366	97,366	71,495	71,495
Dog food and other direct costs	50,828	50,828	15,734	15,734
Veterinary Costs	98,566	98,566	62,798	62,798
Foster carers	3,125	3,125	2,387	2,387
	<u>274,859</u>	<u>274,859</u>	<u>172,177</u>	<u>172,177</u>

9. Other expenditure

	Unrestricted Funds	Total Funds 2018	Unrestricted Funds	Total Funds 2017
	£	£	£	£
Storage	792	792	612	612
Computer costs	547	547	437	437
Bank charges	82	82	602	602
Education campaign	—	—	14,286	14,286
Building materials	11,550	11,550	11,799	11,799
Advertising	11,283	11,283	—	—
	<u>24,254</u>	<u>24,254</u>	<u>27,736</u>	<u>27,736</u>

Paws2Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

10. Net (expenditure)/income

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

	2018 £	2017 £
Foreign exchange differences	<u>748</u>	<u>3,649</u>

11. Independent examination fees

	2018 £	2017 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>2,900</u>	<u>—</u>

12. Staff costs

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

2018 £	2017 £
-----------	-----------

The average head count of employees during the year was Nil (2017: Nil).

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

13. Trustee remuneration and expenses

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

14. Debtors

	2018 £	2017 £
Prepayments and accrued income	684	683
Other debtors	<u>1,752</u>	<u>1,790</u>
	<u>2,436</u>	<u>2,473</u>

15. Creditors: amounts falling due within one year

	2018 £	2017 £
Accruals and deferred income	<u>2,900</u>	<u>—</u>

16. Analysis of charitable funds

Unrestricted funds

	At 1 January 20 18 £	Income £	Expenditure £	At 31 December r 2018 £
General funds	<u>17,766</u>	<u>292,733</u>	<u>(299,113)</u>	<u>11,386</u>

Paws2Rescue

Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

17. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2018 £	Total Funds 2017 £
Current assets	12,168	12,168	17,766
Creditors less than 1 year	(2,900)	(2,900)	—
Net assets	<u>9,268</u>	<u>9,268</u>	<u>17,766</u>