

**Charity Registration No. 293825**

**Company Registration No. 01978864 (England and Wales)**

**Radio Academy (The)**  
**Annual Report And Financial Statements**  
**For The Year Ended 31 December 2018**

# RADIO ACADEMY (THE)

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	S Bailey J M H Arendt (Appointed 11 April 2018) S N Hirst (Appointed 11 April 2018) D P Morris (Appointed 11 April 2018) J R Dash A Hussain (Appointed 11 April 2018) A Tayal (Appointed 11 April 2018) S Taylor (Appointed 11 April 2018) Y V Thompson (Appointed 11 April 2018) N Oiku (Appointed 10 April 2019) P Aylott (Appointed 13 February 2019) D Chambers (Appointed 10 April 2019) N Pitts (Appointed 13 February 2019) V Stewart (Appointed 13 February 2019) G Hopper (Appointed 13 February 2019)
<b>Charity number</b>	293825
<b>Company number</b>	01978864
<b>Key Management Personnel</b>	J R Dash - CEO R Cutsforth - CEO (until October 2019) S Childerley - Managing Director (until August 2019)
<b>Registered office</b>	303 the Pill Box 115 Coventry Road London E2 6GH
<b>Independent examiner</b>	Garbutt & Elliott LLP 33 Park Place Leeds LS1 2RY
<b>Bankers</b>	SG Hambros Bank Limited SG House 41 Tower Hill EC3N 4SG  Barclays Bank Plc Soho Square Business Bank 27 Soho Square W1D 3QR

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# RADIO ACADEMY (THE)

## CONTENTS

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	<b>Page</b>
Trustees' Report	1 - 2
Statement of trustees' responsibilities	3
Independent examiner's report	4
Statement of financial activities	5
Balance sheet	6 - 7
Notes to the financial statements	8 - 18

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# **RADIO ACADEMY (THE)**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2018**

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The Trustees who are also Directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2018. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

### **Objectives and activities**

The charity operates for the encouragement, recognition and promotion of excellence in all aspects of radio broadcasting and audio production in the UK, in order to maximise the potential of educational benefits this may bring.

### **Public benefit**

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives they have set.

### **Achievements and performance**

The Radio Academy continued with its regular national schedule of events during the course of the year. These included the ARIAS (Audio & Radio Industry Awards) held in October at the Leeds International Arena with awards going to, amongst many others, Ronan Keating at Magic Radio and Stephen Nolan at BBC Radio Ulster. BBC Radio Leeds were the Local Station of the Year, BBC Radio 1 were the National Station or Network of the Year, Bauer Media's Cash For Kids were the Radio Academy Team of the Year and Paul Sylvester of Absolute Radio was the Radio Academy Individual of the Year. This year's Radio Festival was once again held at the British Library in May with appearances from, amongst others, Bob Shennan, then BBC Director of Radio and Music, Cerys Matthews of BBC 6 Music, Christian O'Connell who was presented with the Radio Academy Gold Award and Geoff Lloyd and former Labour party leader Ed Miliband who recorded the latest edition of their podcast live at the event. In addition to another successful Reelworld Radio Academy 30 Under 30 Awards, there were numerous other events up and down the country organised by the Regional Branches of Radio Academy.

Also during this year our CEO, Roger Cutsforth, left the Radio Academy and we were joined by our new MD, Sean Childerley. We welcomed a new Chair, Dr Yvonne Thompson CBE, who replaced Chris Burns at the end of her term of office. We also welcomed a new Deputy Chair, John Dash, who replaced Steve Parkinson at the end of his term of office.

### **Financial review**

A net unrestricted deficit of £55,327 has been reported in the year (2017: £88,366 deficit). At the balance sheet date there are net unrestricted current liabilities of £78,528 (2017:£23,201). The review of the post year end financial results of the charity indicates that sufficient level of subscription income has been received to enable the charity to meet obligations and to continue its activities. The Trustees are in discussion regarding the long term strategy and plans for the charity and as such there is currently no formal reserves policy.

### **Prior year adjustments**

As disclosed in note 11 to the financial statements, a prior year adjustment of £82,502 has been made to the prior year results to correct cut off errors identified during the course of the current years Independent Examination.

### **Structure, governance and management**

The Radio Academy is a charitable company. The charity was registered on 10 March 1896, number 293825, and the company was incorporated on 16 January 1986, number 01978864. The Charity is constituted as a company limited by guarantee, and is governed by its Memorandum and Articles of Association on 16 January 1986 as amended by Special Resolutions Dated 23 July 1991, 13 July 1992, 11 May 2006, 5 July 2006 and 13 May 2009.

# RADIO ACADEMY (THE)

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

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

S Bailey	
J M H Arendt	(Appointed 11 April 2018)
S N Hirst	(Appointed 11 April 2018)
D P Morris	(Appointed 11 April 2018)
T Ogungbesan	(Appointed 11 April 2018 and resigned 10 April 2019)
J R Dash	
A Hussain	(Appointed 11 April 2018)
A Tayal	(Appointed 11 April 2018)
S Taylor	(Appointed 11 April 2018)
Y V Thompson	(Appointed 11 April 2018)
C Burns	(Resigned 11 April 2018)
S Parkinson	(Resigned 11 April 2018)
M Payton	(Resigned 31 December 2018)
C Byk	(Resigned 31 December 2018)
J Usborne	(Resigned 31 December 2018)
N Oiku	(Appointed 10 April 2019)
P Aylott	(Appointed 13 February 2019)
D Chambers	(Appointed 10 April 2019)
N Pitts	(Appointed 13 February 2019)
V Stewart	(Appointed 13 February 2019)
G Hopper	(Appointed 13 February 2019)

### Reference and administrative details

The reference and administrative information is shown on the Legal and Administrative Information page which forms part of these Financial Statements

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

Y V Thompson  
Trustee  
Dated: 30 September 2019

# **RADIO ACADEMY (THE)**

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 DECEMBER 2018**

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

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

# RADIO ACADEMY (THE)

## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF RADIO ACADEMY (THE)

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I report to the Trustees on my examination of the financial statements of Radio Academy (The) (the charity) for the year ended 31 December 2018.

### Responsibilities and basis of report

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

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

### Independent examiner's statement

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

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

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act;  
or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

### Emphasis of matter - Going concern

I have considered the adequacy of the disclosure made in note 1.2 of the financial statements in respect of the charitable company's ability to continue as a going concern.

The charitable company generated a net deficit in the year of £55,327 and an overall unrestricted funds deficit of £78,528. Post year end subscriptions have allowed the charitable company to meet its obligations as they fall due, there remains a material uncertainty which may cast significant doubt about the charitable company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern.

**Laura Masheder FCA DChA**

**30 September 2019**

Garbutt & Elliott LLP  
33 Park Place  
Leeds  
LS1 2RY

# RADIO ACADEMY (THE)

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2018

		Unrestricted funds 2018	Restricted funds 2018	Total Unrestricted funds 2018	Restricted funds 2017 as restated	Total 2017 as restated
	Notes	£	£	£	£	£
<b><u>Income from:</u></b>						
Donations and legacies		-	-	-	100	100
Charitable activities	3	421,742	-	421,742	441,628	441,628
<b>Total income</b>		421,742	-	421,742	441,728	441,728
<b><u>Expenditure on:</u></b>						
Raising funds	4	2,512	-	2,512	1,873	1,873
Charitable activities	5	474,557	-	474,557	528,221	528,221
<b>Total expenditure</b>		477,069	-	477,069	530,094	530,094
<b>Net expenditure for the year</b>		(55,327)	-	(55,327)	(88,366)	(88,366)
<b>Net movement in funds</b>		(55,327)	-	(55,327)	(88,366)	(88,366)
Fund balances at 1 January 2018		(23,201)	14,669	(8,532)	65,165	79,834
<b>Fund balances at 31 December 2018</b>		(78,528)	14,669	(63,859)	(23,201)	(8,532)

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 5 - 13 comprise part of these financial statements.

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



# RADIO ACADEMY (THE)

## BALANCE SHEET AS AT 31 DECEMBER 2018

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		2018		2017 as restated	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	9		1,755		2,508
Investments	10		5,000		5,000
			<u>6,755</u>		<u>7,508</u>
<b>Current assets</b>					
Debtors	12	19,668		83,336	
Cash at bank and in hand		33,317		16,029	
		<u>52,985</u>		<u>99,365</u>	
<b>Creditors: amounts falling due within one year</b>	13	(123,599)		(115,405)	
Net current liabilities			<u>(70,614)</u>		<u>(16,040)</u>
<b>Total assets less current liabilities</b>			<u>(63,859)</u>		<u>(8,532)</u>
<b>Income funds</b>					
Restricted funds	14		14,669		14,669
Unrestricted funds			(78,528)		(23,201)
			<u>(63,859)</u>		<u>(8,532)</u>

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# RADIO ACADEMY (THE)

## BALANCE SHEET (CONTINUED) AS AT 31 DECEMBER 2018

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		2018		2017	
	Notes	£	£	as restated £	£

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2018.

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

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

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

The financial statements were approved by the Trustees on 30 September 2019

Y V Thompson  
Trustee

Company Registration No. 01978864

# RADIO ACADEMY (THE)

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

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### 1 Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

#### Charity information

Radio Academy (The) is a private company limited by guarantee incorporated in England and Wales. The registered office is 303 the Pill Box 115 Coventry Road London E2 6GH.

Each member of the company has undertaken to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

#### 1.1 Accounting convention

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

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

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

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

#### 1.2 Going concern

At the balance sheet date there is a net current liability position of £78,528 on unrestricted funds. The Trustees have reviewed the current financial position and prospects of the charity. Post year end income from subscriptions received is sufficient to cover liabilities as they fall due and therefore they have, at the time of approving the financial statements a reasonable expectation that the charity will continue to exist for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

# RADIO ACADEMY (THE)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

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### 1 Accounting policies

(Continued)

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

#### 1.4 Income

Income is recognised in the Statement of Financial Activity ("SoFA") when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid is recognised at the time of the donation.

#### 1.5 Expenditure

Expenditure, which includes attributable VAT which cannot be recovered, is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

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

Governance costs, included in support costs, include those costs incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements and are allocated to charitable activities.

All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource.

#### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures and fittings

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

#### 1.7 Fixed asset investments

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

# RADIO ACADEMY (THE)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

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### 1 Accounting policies

(Continued)

#### 1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

#### 1.9 Cash and cash equivalents

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

#### 1.10 Financial instruments

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

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

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

##### **Basic financial assets**

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

##### **Impairment of financial assets**

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

# RADIO ACADEMY (THE)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

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### 1 Accounting policies

(Continued)

#### **Derecognition of financial assets**

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

#### **Basic financial liabilities**

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

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### **Derecognition of financial liabilities**

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

### 1.11 Taxation

The Radio Academy is a registered charity and as such is a charity within the meaning of schedule 6 of the Finance Act 2010. Accordingly, it is potentially entitled to tax exemption under part 11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 in respect of income and gains arising.

### 2 Critical accounting estimates and judgements

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

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

The Trustees are of the opinion that there are no critical accounting estimates that have a significant risk of causing a material adjustment to assets and liabilities of the charitable company.

# RADIO ACADEMY (THE)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

### 3 Charitable activities

	2018	2017
	£	as restated £
Subscriptions	124,250	132,094
Sponsorship	248,013	271,210
Ticket sales and entry fees	49,479	37,474
Other income	-	850
	<u>421,742</u>	<u>441,628</u>

### 4 Raising funds

	2018	2017
	£	£
<u>Fundraising and publicity</u>		
Seeking donations, grants and legacies	2,512	1,873
	<u>2,512</u>	<u>1,873</u>

### 5 Charitable activities

	2018	2017
	£	as restated £
Other operating leases	2,717	2,594
Event costs	297,211	369,758
Travel and subsistence	5,635	18,168
Legal and professional	114,694	113,793
Advertising and promotion	12,000	7,288
Depreciation	753	753
	<u>433,010</u>	<u>512,354</u>
Share of support costs (see note 6)	39,327	13,117
Share of governance costs (see note 6)	2,220	2,750
	<u>474,557</u>	<u>528,221</u>

# RADIO ACADEMY (THE)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

### 6 Support costs

	Support costs	Governance costs	2018	2017
	£	£	£	£
Accountancy and legal fees	7,120	-	7,120	5,821
Bank charges	1,281	-	1,281	1,259
Postage and stationery	145	-	145	104
Repairs and renewals	4,748	-	4,748	5,690
Telephone and internet	339	-	339	222
Sundries	-	-	-	21
Bad debt	23,150	-	23,150	-
Insurance	2,544	-	2,544	-
Independent examiner's fee	-	2,220	2,220	2,750
	<u>39,327</u>	<u>2,220</u>	<u>41,547</u>	<u>15,867</u>
Analysed between				
Charitable activities	<u>39,327</u>	<u>2,220</u>	<u>41,547</u>	<u>15,867</u>

Prior years support costs included £2,750 in respect of the Independent examiner's fee.

### 7 Employees

There were no employees during the year.

### 8 Trustees

None of the Trustees received remuneration, benefits or out of pocket expenses during the year (2017: no Trustees).



# RADIO ACADEMY (THE)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

### 9 Tangible fixed assets

	Fixtures and fittings £
<b>Cost</b>	
At 1 January 2018	3,763
At 31 December 2018	<u>3,763</u>
<b>Depreciation and impairment</b>	
At 1 January 2018	1,255
Depreciation charged in the year	753
At 31 December 2018	<u>2,008</u>
<b>Carrying amount</b>	
At 31 December 2018	<u>1,755</u>
At 31 December 2017	<u><u>2,508</u></u>

### 10 Fixed asset investments

	Other investments
<b>Cost or valuation</b>	
At 1 January 2018 & 31 December 2018	5,000
<b>Carrying amount</b>	
At 31 December 2018	<u>5,000</u>
At 31 December 2017	<u><u>5,000</u></u>

	2018 £	2017 £
Other investments comprise:		
Investments in subsidiaries	17 <u>5,000</u>	<u>5,000</u>

### 11 Financial instruments

	2018 £	2017 £
<b>Carrying amount of financial assets</b>		
Debt instruments measured at amortised cost	<u>43,317</u>	<u>95,242</u>
<b>Carrying amount of financial liabilities</b>		
Measured at amortised cost	<u>(123,599)</u>	<u>(30,921)</u>

# RADIO ACADEMY (THE)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

### 12 Debtors

	2018	2017
	£	£
<b>Amounts falling due within one year:</b>		
Trade debtors	10,000	52,081
Amounts owed by fellow group undertakings	-	27,132
Other debtors	8,166	-
Prepayments and accrued income	1,502	4,123
	<u>19,668</u>	<u>83,336</u>

### 13 Creditors: amounts falling due within one year

	2018	2017
	£	as restated £
VAT payable	-	1,982
Trade creditors	114,778	21,482
Other creditors	-	28
Accruals and deferred income	8,821	91,913
	<u>123,599</u>	<u>115,405</u>

### 14 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

Current year	Balance at 1 January 2018 £	Movement in funds		Balance at 31 December 2018 £
		Income	Expenditure	
Benevolent fund	14,669	-	-	14,669
	<u>14,669</u>	<u>-</u>	<u>-</u>	<u>14,669</u>

  

Prior year	Balance at 1 January 2017 £	Movement in funds		Balance at 31 December 2017 £
		Income	Expenditure	
Benevolent fund	14,669	-	-	14,669
	<u>14,669</u>	<u>-</u>	<u>-</u>	<u>14,669</u>

The benevolent fund is money set aside for Radio People (or their families) who had fallen on hard times.

# RADIO ACADEMY (THE)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

### 15 Analysis of net assets between funds

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total 2018 £	Total 2017 £
<b>Fund balances at 31 December 2018 are represented by:</b>				
Tangible assets	1,755	-	1,755	2,508
Investments	5,000	-	5,000	5,000
Current assets/(liabilities)	(85,283)	14,669	(70,614)	(16,040)
	<u>(78,528)</u>	<u>14,669</u>	<u>(63,859)</u>	<u>(8,532)</u>

Restricted funds in the comparative period included current assets of £14,669.

### 16 Related party transactions

The charity was owed £nil (2017 - £27,132) from its subsidiary company Radio Academy Trading Limited, at the year end.

The key management personnel has been identified as Chief Executive Officer and Managing Director who received fees totalling £63,264 (2017:£64,880) and £4,000 (2017:£nil) respectively for the services provided to the charity in a year.

### 17 Subsidiaries

The charity owns the entire share capital of Radio Academy Trading Limited, a company registered in England and Wales, which was set to operate the trading activities of the charity.

There have been no income or expenditure transactions going through the Radio Academy Trading Limited during a year and it is the Trustees intention to wind up this subsidiary.

# RADIO ACADEMY (THE)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

### 18 Comparative Statement of Financial Activities

	Unrestricted funds as restated	Restricted funds	Total 2017 as restated
	£	£	£
<b><u>Income from:</u></b>			
Donations and legacies	100	-	100
Charitable activities	441,628	-	441,628
<b>Total income</b>	<b>441,728</b>	<b>-</b>	<b>441,728</b>
<b><u>Expenditure on:</u></b>			
<b>Raising funds</b>	<b>1,873</b>	<b>-</b>	<b>1,873</b>
Charitable activities	528,221	-	528,221
<b>Total expenditure</b>	<b>530,094</b>	<b>-</b>	<b>530,094</b>
Gross transfers between funds	-	-	-
Net expenditure for the year			
<b>Net movement in funds</b>	<b>(88,366)</b>	<b>-</b>	<b>(88,366)</b>
Fund balances at 1 January 2017	65,165	14,669	79,834
<b>Fund balances at 31 December 2017</b>	<b>(23,201)</b>	<b>14,669</b>	<b>(8,532)</b>

### 19 Prior period adjustment

The comparative accounts have been restated to incorporate the impact of two material cut off errors at the previous year end. The restatement has resulted in funds balances at 31 December 2017 decreasing by £82,502.

# RADIO ACADEMY (THE)

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2018

### 19 Prior period adjustment

(Continued)

#### Changes to the balance sheet

	At 31 December 2017		
	As previously reported	Adjustment	As restated
	£	£	£
<b>Creditors due within one year</b>			
Accruals and deferred income	(9,411)	(82,502)	(91,913)
	<u>          </u>	<u>          </u>	<u>          </u>
Net assets	73,970	(165,004)	(91,034)
	<u>          </u>	<u>          </u>	<u>          </u>
Unrestricted funds	59,301	(82,502)	(23,201)
	<u>          </u>	<u>          </u>	<u>          </u>

#### Changes to the Statement of Financial Activities

	Period ended 31 December 2017		
	As previously reported	Adjustment	As restated
	£	£	£
<b>Income from:</b>			
Charitable activities	481,628	(40,000)	441,628
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Expenditure on:</b>			
Charitable activities	485,719	42,502	528,221
	<u>          </u>	<u>          </u>	<u>          </u>
Net movement in funds	(5,864)	(82,502)	(88,366)
	<u>          </u>	<u>          </u>	<u>          </u>