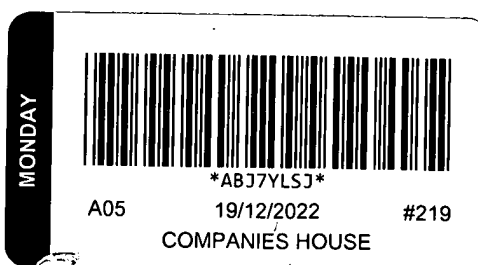


THE FUNDING NETWORK

**(Company limited by guarantee no. 04046959
registered charity no. 1088315)**

REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022



THE FUNDING NETWORK

(Company limited by guarantee no. 04046959, registered charity no. 1088315)

REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2022

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REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY,
ITS TRUSTEES AND ADVISERS
For the year ended 31 March 2022

Board of Trustees	Mr S Lush, Chair (appointed 20 June 2017) Mr M Chuter (appointed 1 March 2016) Mr A Coles OBE (appointed 1 June 2017) Mr K Solidum (appointed 3 October 2018) Mr S Sinha (resigned 1 February 2022) Mrs A Clarke, Deputy Chair (appointed 16 April 2019) Ms FJ Johnston (appointed 17 September 2019) Ms O Aig-Imoukhuede (appointed 1 September 2020) Ms C Chambers (appointed 4 May 2022) Ms W Brierley (appointed 11 October 2022)
Company Secretary	Ms Caroline Swanson (appointed 30 October 2019)
Chief Executive	Eugenie Harvey
Company reg. no.	04046959
Charity reg. no.	1088315
Registered Office	Toynbee Hall 28 Commercial Street London E1 6LS
Auditor	Knox Cropper LLP 65 Leadenhall Street London EC3A 2AD
Bankers	Triodos Bank 11 The Promenade Bristol BS8 3NN Co-operative Bank PO Box 250, Delf House Southway, Skelmersdale WN8 6WT

CHAIR'S STATEMENT

For the year ended 31 March 2022

I am pleased to present the audited accounts for the year ended 31 March 2022. Despite the challenging geopolitical and macroeconomic environment, The Funding Network continued to make a positive impact in the UK and around the world. TFN's total direct contribution to social change in the UK in 2021-22 was £505k, raised at 11 crowdfunding events in the UK*. This compares with £583k in 2020-21 raised at 14 events. The Board took the decision to reduce the events programme in 2021-2022 to focus on implementing our strategic transformation programme. We were intentionally cautious in hiring as the world emerged from the Covid-19 pandemic due to the increasing labour costs and ensuring our talent was appropriately matched with our strategy and required skillset – a task that required significant focus from the small team of three. However, there are already encouraging signs that our plans are working. For example, for a second year, we have sustained increases in funds raised at our flagship events. Whereas in 2019 we raised an average of £29,878 at each flagship event, in 2020 this increased to £49,170 and held steady in 2021 at £48,054. Taking into account events held in the UK and those organised by our International Affiliates, at the end of the 2021-22 financial year, £16.9 million has been raised for 2,418 social change projects at 652 events worldwide since TFN was founded in 2002.

In addition to funds raised at crowdfunding events, we are pleased to report that analysis of impact reports completed by organisations funded from 2017-2021 shows that:

- 96% of non-profits report being better prepared to pitch to other funders after TFN
- 63% of non-profits leveraged further funds as a result of TFN
- 83% of non-profits funded by TFN in 2012 are still thriving 10 years later[£]

Furthermore, the 2022 TFN Members' Survey showed that

- 94% of members find more charities to support through TFN
- 88% of members give more money as a result of TFN
- 56% of members continue to support one or more charities they meet through TFN

TFN turns 20

In 2022 we are marking The Funding Network's 20th anniversary. The first TFN event was held on 16 March 2002 and funds were raised for 10 (!) dynamic social change projects, several of which thrive to this day. These include Cardboard Citizens which addresses poverty and inequality by involving people who have experienced homelessness in theatre making, and Hibiscus which supports and empowers vulnerable migrant women affected by the UK criminal justice system and immigration restrictions. Others, such as Transport 2000 and Jubilee Research, were time-limited initiatives which have evolved into longstanding campaigns fighting for justice and sustainability.

In the intervening years, we have had the opportunity to support hundreds of organisations such as these at events around the UK and now internationally. We are indebted to our four founders Dr Frederick Mulder CBE, Sue Gillie, Dr Paul Kelland and Polly McAfee for their vision and hard work in establishing The Funding Network and it is a testament to their commitment that they are still involved to this day. I am sure I speak for many when I express my sincere thanks to them.

* This includes a direct payment of £17k made to charities by a donor following an event.

[£]Source: TFN's own analysis completed in 2022

CHAIR'S STATEMENT

For the year ended 31 March 2022

We have taken the opportunity of the 20th anniversary to update our strategy and re-visit our theory of change. This extensive piece of work draws together our UK hybrid (digital and in-person) crowdfunding events and our international programme of training and support for civil society organisations to establish their own TFN groups. As part of the anniversary activities, we have also retired the TFN logo and invested in a new creative identity working with Stephen Taylor of Heat Design. A new strapline – *'connections that change the world'* – captures TFN's vital role in bridging the divide between small, grass roots charities and thoughtful, engaged donors, enabling them to work together to bring about the world they wish to see. The new creative identity was unveiled in our 20th anniversary impact report, which can be read by following this link: <https://bit.ly/impacttfn20>.

Thanks to the generous support of our members to the Swan Appeal we have been able to make much needed investments in our organisational capacity. This has enabled us to capitalise on opportunities created during the pandemic, particularly the move to virtual events and the opportunity of working more closely with corporate members. We have increased the UK team to five, creating roles dedicated to membership, event delivery and supporting charities. We are also making investments in our digital systems, enabling us to streamline our processes and improve our efficiency. In 2023, we will re-launch our website so that it aligns with the new strategy and creative identity.

UK activities

2021-22 was presented some challenges as we emerged from the pandemic and sought to re-establish our footing in a new world, bracing for the aftershocks of the significant disruption. As well as our programme of flagship and strategic funding events, raising funds across a wide spectrum of need, we have continued to invest in our programme of themed events. These events enable us to cast a spotlight on underfunded issues such as the environment and underserved groups such as LGBT+ and Black communities. Five annual events in partnership with the Environmental Funders Network have now raised £284k for 15 organisations working to protect the environment, with a further £1.2m leveraged as a result of these events. Our partnership with GiveOut, Consortium and Macquarie to deliver the annual City for LGBT+ event entered its third year with total funds raised for LGBT+ rights organisations standing at £75k with a further £130k leveraged. The Black Funding Network has now had three successful events raising over £70k for nine Black-led projects and the communities they serve.

An exciting new strand of work is our white label programme through which TFN's model is used in a corporate setting to engage employees in charitable giving. A first white label event with Sage Foundation is scheduled for this autumn and we are hopeful that it will be the first of many such events.

International activities

The blueprint created by our work in the UK has continued to be deployed to great affect internationally. Since 2012, with the support of the Charles Stewart Mott Foundation and the Marie-Louise von Motesiczky Charitable Trust, we have delivered training and support to mission-aligned partners in 27 countries which in turn has led to more than 357 events based on the TFN model in countries as diverse as Australia, Turkey and Latvia. Total funds raised at these events stands at £7.2 million in support of 1238 social change initiatives. And, while the amounts raised at these events may vary, the TFN spirit and format is recognisable at them all. Highlights of 2021-22 include TFN New Zealand passing the milestone of NZD\$1million raised and successful first events in Peru, Georgia and Germany.

CHAIR'S STATEMENT

For the year ended 31 March 2022

Our international offer is greatly strengthened by a Starter Grants programme, funded by the Frederick Mulder Foundation, offering international civil society organisations that have successfully completed training in the TFN crowdfunding model the opportunity to apply for a grant of €1,000 (or local equivalent) for each of their first three events. These funds can be used towards event costs with at least 50% of it used to introduce and establish the concept of "match funding". Since the Starter Grant programme began in 2017, 87 grants have been made.

Thank you

I would like to thank the many people and organisations that have contributed to the impact we have made over the past 12 months.

Firstly, to our members – individuals, families, trusts and corporates – for your steadfast support. Your commitment to TFN through turbulent times has enabled us to refocus and emerge from the pandemic with so many exciting new opportunities. Last year's Swan Appeal is enabling the transformational work I briefly described earlier – critical to ensuring The Funding Network remains relevant and continues to tackle social impact causes around the world. I would also like to thank the corporate members, including Picton, Rathbone Greenbank Investments, Mishcon de Reya LLP, Octopus, T. Rowe Price, Ennismore Foundation, EQ Foundation and Macquarie, who provided generous match funds throughout the year, which ensured the success of our virtual flagship events.

Secondly to the charities and other organisations whose work we have had the privilege to support, thank you for putting your trust in us and for your appreciation of our work. To our international partners dotted around the world, thank you for your hard work on the ground to deliver brilliant crowdfunding events and for your enthusiastic engagement with us and each other. Thank you to our international funders, Charles Stewart Mott Foundation and the Marie-Louise von Motesiczky Charitable Trust and the Frederick Mulder Foundation for support with the Starter Grant programme. In the UK, we acknowledge with gratitude Brooks Foundation, J Paul Getty Jr Charitable Trust, Ennismore Foundation, Merriman Foundation, Green Room Foundation, T & J Meyer Foundation and the Frederick Mulder Foundation.

The team is very much enjoying being back in their office at Toynbee Hall working alongside the Association for Charitable Foundations and I thank Geoff Oldfield and Frederick Mulder who have jointly met this cost for the past three years. I would like to acknowledge Michael Maynard who has generously given his time and talents, both leading the pledging sessions at our events and providing the team with valued moral support.

CHAIR'S STATEMENT

For the year ended 31 March 2022

My fellow trustees have again played vital roles in all aspects of TFN's work. Shantanu Sinha stepped down this year at the end of his term – we will miss his practical attitude and I am grateful for his constructive counsel during his tenure. In his place, we are delighted to welcome Christina Chambers who, like Shan, joins us from Mishcon de Reya. I would like to thank Michael Chuter who has been a Trustee since 2016 and Treasurer since 2017. Given the challenges of the pandemic, the Board asked Michael if he would extend his second and final term for a further year, allowing us time to recruit and handover to a new Treasurer. Michael agreed and we are lucky enough to retain him until the end of the next financial year. I would also like to acknowledge the contribution that Kawika Solidum has made to the development of a new strategy and creative identity, and the support he has given to the team. Lastly huge thanks to Caroline Swanson for her hard work as Company Secretary – a tough feat to keep us all on track!

I have started the process of recruiting a new Chair for The Funding Network as my second term comes to an end in June 2023. I am pleased to say we have some excellent candidates, and I am grateful to Ailis Clarke, my Deputy Chair, who is leading on this.

And finally to the team - Eugenie Harvey, Jennie Jeffery, Sally Hoang, Julia Smith and Rosanna Hutchings in the UK and Mihaela Giurgiu who leads our international work from Romania – thank you all for another terrific year!

It's been a huge honour to be involved in The Funding Network and I am looking to seeing its next stage of growth. Together we are greater than the sum of our individual parts, and, above all, I am grateful to everyone involved for continuing to push for positive social change around the world.



Samuel Lush

Chair

BOARD OF TRUSTEES' REPORT

For the year ended 31 March 2022

The Trustees (who are also the Directors of the charitable company for the purposes of the Companies Act) present their combined Directors' report and Trustees' annual report, as required by company law, together with the audited financial statements of The Funding Network (the company) for the year ended 31 March 2022. The Trustees confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice 'Accounting and Reporting by Charities' (SORP (FRS 102 second edition – effective January 2019)). The Trustees and Directors Reports have been combined under Companies Act 2006.

OBJECTIVES AND ACTIVITIES

Objectives

The Funding Network is an open network which makes connections between donors and charitable causes and social entrepreneurs. It aims to:

- raise money for organisations creating social change;
- provide a public benefit by educating attendees at events about social change projects;
- encourage an increasing number of people to engage in active philanthropy;
- help individuals make an impact by enabling them to combine their giving with others.

TFN carries out its long-term objectives through hosting crowdfunding events which were delivered live prior to the pandemic and virtually throughout periods of lockdown. TFN's events are open to everyone, and raise funds for charitable causes and social entrepreneurs.

Raising money

Organisations nominated by TFN's members apply to present at events and agree to go through a selection process. The application process is a simple form submitted online, followed by a selection panel meeting (which includes a small number of TFN Members) which conducts a brief interview by phone with shortlisted non-profits. In 2020-21 an independent review of TFN's charity selection process, including due diligence, was undertaken by Emma Beeston. The review was extremely positive in its findings and the small number of recommendations for improvements have now been fully implemented. In 2022-23, we will revisit the charity selection process to ensure it aligns with our ambition of constantly striving for greater inclusivity and representation.

Selected organisations are given six minutes to present their cause at an event followed by six minutes for questions. Grantees are informed of the funds raised shortly after the event and receive the full amount with Gift Aid (minus TFN's 7.5% levy) within 12 weeks.

Post-pandemic, events will be delivered in hybrid format meaning they will be available to join in-person or virtually. To ensure the high quality virtual experience, it will be necessary to incur some costs for technical support. Over time, we are confident that this outlay will be more than justified by an increase in funds raised, membership numbers and improved accessibility.

BOARD OF TRUSTEES' REPORT

For the year ended 31 March 2022

Informing attendees

Most TFN events are open to the general public, as well as TFN members, through online registration. Attendees receive an information pack about the presenting non-profits in advance of the event. The information gives details of all the causes and their funding requests, and events allow space for attendees to talk informally to all the presenters. Attending an event and donating alongside other people enables attendees to learn from the philanthropy of others as well as to share their own philanthropic expertise with others. Attendees enjoy hearing directly from the social activists involved with the presenting organisations, and often meet end-beneficiaries too.

Engagement in active philanthropy

TFN members can nominate non-profits to apply and have a responsibility to guide them through application process. Selection panels are made up of members who put themselves forward and representatives of partner organisations, steered by TFN's CEO or a Trustee. Members are also encouraged to contribute to events by volunteering in various capacities, including sharing insights into their philanthropy and championing projects they have nominated. The aim is to create a positive, informative and inspiring environment so that first-time attendees enjoy the collective giving experience and wish to return, irrespective of whether they have given at the event or not. Increasingly we are using tactics to increase the number of people who give at events – participation being in many respects as important as the actual funds raised. For example, we have introduced a match funding pot that people can donate to which is rolled over to the next event and used to encourage attendees to give for the first time.

Collective impact

Donors come together to have a collective impact through their giving at TFN events. Small donations and larger gifts help create a single grant made by TFN to the presenting organisations. All applicants are evaluated on their model of social change, the level of impact they create for their beneficiaries and their appeal to potential donors attending TFN events. Not only do organisations presenting at our events receive most or all of the funding they ask for, they also build relationships with donors who sometimes provide valuable expertise, contacts and additional funding. At most TFN events, an organisation funded at a prior event reports back to the audience on the impact of the financial and pro-bono support they received.

Public Benefit

The Trustees confirm that they have referred to the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities. The Trustees ensure that TFN's social change mission is carried out for the public benefit through the creation of funding events which support small charitable organisations that aim to enable enduring positive transformation for individuals, communities, and/or society and the environment over the long term. This support includes raising funds, the development of new skills (e.g. presentation training), access to new networks and the opportunity to secure pro bono and other voluntary support. Examples of charitable organisations supported include those which:

BOARD OF TRUSTEES' REPORT

For the year ended 31 March 2022

- address issues of inequality and disadvantage;
- create advocacy / campaigning / dissemination to change society for the better;
- aim to find a new / better solution to an underlying problem;
- focus on personal development to change the way beneficiaries act and live;
- pilot solutions with the potential for expansion to support many more people.

Our charitable organisation is primarily set up to support:

- **other small charitable organisations that are selected to pitch at our events** for funds and other support;
- **individual and institutional donors that attend** our events to meet such organisations and to offer them support;
- **the beneficiaries** of the charitable organisations funded at our events, in health, education, human rights, crime prevention, environment, livelihoods and inclusion.

TFN also provides a valuable service to civil society groups worldwide through its international programme, as described previously in this report.

FINANCIAL REVIEW

Result for the year

There was a total increase in funds for the year amounting to £46,118 (2021: £10,958). Of this, £20,829 related to unrestricted funds and has increased unrestricted general reserves to £119,298 (2021: £98,469) which meets the reserves policy as set out below.

Details of Reserves

TFN is a small and nimble organisation that relies on a combination of membership fees, levy income and grants to sustain its activities, as earned income alone would not allow us to continue operating. While this diversified mix of income reduces financial risk, if there were to be a gap in earned or fundraised income, it is likely that the charity would have to close down. To avoid closure in case of temporary funding difficulties, staff long-term absence due to illness or parental leave, the Trustees have agreed to keep a certain level of financial reserves to ensure that main operations can continue for a period of 3 to 6 months. The main concern of the Trustees is to ensure that staff can continue working, primarily to secure new funding for TFN and the charities it supports. In furtherance of which, trustees have set minimum reserves target of £90,000 and an optimum target of £135,000.

Reserves have been built in part from the legacy of the late Venetia West Estate received in 2012. The level of reserves is being reviewed every 3 months by the Trustees at their regular meetings. This policy is reviewed yearly to reflect any significant changes to the charity's work and circumstances.

BOARD OF TRUSTEES' REPORT

For the year ended 31 March 2022

The Trustees anticipate that the COVID-19 outbreak in 2020 combined with the cost of living crisis, may have an on-going impact on the Charity's incoming resources and resources expended in the coming years. They have considered the likely impact on its incoming resources and how the charity can react to that impact and are confident that it has sufficient reserves and enough flexibility to ensure that it can continue to exist for the foreseeable future.

Most of the grant funders that TFN relies on in order to operate have confirmed their commitment to continue supporting the organisation. Furthermore, it is anticipated that investments described briefly herein to improve organisational efficiency, will lead to increases in funds raised for charity and membership which will in turn increase earned income as a proportion of total income. Trustees have set this as one of the strategic priorities for the next five years. Should difficulties arise in the current financial climate, it has been calculated that reserves of £65,000 would be needed to cover the costs of winding up the organisation.

Risks

The Trustees have assessed the major risks to which the company is exposed, in particular those related to the operations and finances of the company and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks.

The Board of Trustees regularly reviews and assesses the risks faced by TFN in all areas of its work and plans for the management of those risks. Risk is an everyday part of charitable activity and managing it effectively is essential if Trustees are to achieve their key objectives and safeguard TFN's funds and assets. TFN's risks relate primarily, but are not limited to, the financial and operational positions of the charity however external circumstances such as uncertainty due to the on-going impacts of the Covid-19 pandemic are also considered by Trustees at quarterly and are detailed in a Risk Register.

PLANS FOR FUTURE DEVELOPMENT

Over the financial year beginning 1 April 2022, TFN's aims are as follows:

- To continue to improve our digital capability, particularly building on the success of delivering our events virtually during the Covid-19 pandemic as well as streamlining our operations, marketing activity and delivering white label events.
- To launch a new, tiered corporate membership offer recognising the different levels of engagement and types of organisations we currently support – from small family trusts and SMEs, to large multinationals. A tiered programme, with different levels of benefits, servicing and recognition, creates a mechanism for us to structure different levels of corporate giving to charities.
- To launch a new website aligning with our 2022-25 strategy and new creative identity, increasing the support we are offering to funded non-profits (e.g. by showcasing their event pitches) and more effectively communicating the benefits of membership
- To continue to support our existing network of international Affiliates, growing the network and encouraging further innovation with the virtual and hybrid event model.
- To use the organisation's 20th anniversary milestone as a platform for establishing a leadership role in the philanthropic sector.

BOARD OF TRUSTEES' REPORT

For the year ended 31 March 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Constitution

The company is constituted under a Memorandum of Association dated 3 August 2000 and is a registered charity, number 1088315.

The charitable objects of the company are to pay or apply the funds of the company to or towards or in furtherance or advancement or for the benefit of such one or more charities, charitable institutions, or charitable purposes and if more than one in such shares and in such manner as the board of directors of the company thereafter in their absolute discretion from time to time shall respectively select and think fit.

The principal aim of the company is to provide a public crowdfunding forum which:

- acts as a 'marketplace' to which individuals bring projects that work towards a fairer, healthier and more sustainable world;
- provides a mutually respectful setting, where those who might like to join with others in funding such projects get to meet and hear from those doing the work;
- promotes a paradigm of social change giving: that those who have much can usefully share their wealth in creative and proactive ways, and that the process of giving can be enriching to the giver as well as the receiver.

It achieves this by running events (and supporting others to run events) for the public benefit, bringing potential donors together with smaller charities and social enterprises in need of funding, and encouraging donations to be pledged and support in-kind facilitated at each event.

Trustees

The management of the company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association. All the Trustees are familiar with the organisation and its operation before being appointed Trustees.

Trustees are recruited according to the skills, knowledge and experience required and with a view to delivering on the charity's commitment to diversity and inclusivity. Existing Trustees identify where gaps need to be filled, such as those relating to an area of governance. Candidates are interviewed by the Chair, another Trustee and the CEO. Each new Trustee receives a full induction and a detailed information pack, Charity Commission's Essential Trustee leaflet, minutes for previous Board meetings, a copy of TFN's Memorandum & Articles of Association, a copy of TFN's Policies and the most recent annual accounts. New Trustees are also offered the opportunity to receive training appropriate to their and TFN's needs and to spend time in the TFN office observing the organisation's operations. Trustees serve an initial term of three years and are eligible for three further years. An anonymised Board Effectiveness survey is undertaken by the Company Secretary annually providing the opportunity for the Board and Executive to benchmark its performance and identify areas for improvement.

BOARD OF TRUSTEES' REPORT

For the year ended 31 March 2022

Organisation and Management

The Funding Network has nine Trustees. Trustee meetings are held four times per year. Papers circulated between and before each meeting are used to keep the Board informed about developments and prepared for any key decisions required. The Board sets strategy and policy for membership recruitment, grant making and financial matters.

While Trustees govern the organisation, the day-to-day running is delegated to its staff. In 2021-22 the staff comprised three permanent roles (Chief Executive Officer, Events and Partnerships Manager, Finance and Grants Officer) and a Digital Engagement Manager was engaged for a portion of the year on a contractual basis to oversee a digital audit as part of the wider digital transformation programme.

Key management at TFN comprises the CEO and the Trustees. Remuneration for the CEO is benchmarked against that of other similar organisations and adjusted after a performance review conducted by members of the board. Trustees are not remunerated.

The Funding Network is based in London with events delivered primarily from the premises of London based corporate members. TFN events held outside of the UK are administered by partnering charitable organisations rather than TFN and are therefore not reflected in the Statement of Financial Activities that follows.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Board of Trustees is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. 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 judgments 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 charitable company will continue in business.

BOARD OF TRUSTEES' REPORT

For the year ended 31 March 2022

The Board of Trustees has overall responsibility for ensuring that the Charity has an appropriate system of controls, financial and otherwise. The Trustees are also responsible for keeping adequate accounting records which 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, the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the governing document. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the detection and prevention of fraud and other irregularities.

The Board of Trustees is responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

In so far as the Trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information

This report was approved and authorised for issue by the Board of Trustees and signed on its behalf by:



Samuel Lush, Chair

Date: 05/12/22

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
THE FUNDING NETWORK FOR THE YEAR ENDED 31 MARCH 2022

Opinion

We have audited the financial statements of The Funding Network (the 'charitable company') for the year ended 31 March 2022 which comprise the statement of financial activities, the balance sheet, cash flow and notes to the financial statements, 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 Financial Reporting Standard 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 charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources 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 charitable company 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 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.

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 charitable company'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.

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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
THE FUNDING NETWORK FOR THE YEAR ENDED 31 MARCH 2022

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, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within 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 charitable company and its environment obtained in the course of the audit, we have not identified any material misstatements in the directors' report included within 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' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
THE FUNDING NETWORK FOR THE YEAR ENDED 31 MARCH 2022

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company 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 company'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 company or to cease operations, or have no realistic alternative but to do so.

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:

- The Charitable Company is required to comply with both company law and charity law and, based on our knowledge of its activities, we identified that the legal requirement to accurately account for restricted funds was of key significance.
- We gained an understanding of how the charitable company complied with its legal and regulatory framework, including the requirement to properly account for restricted funds, through discussions with management and a review of the documented policies, procedures and controls.
- The audit team, which is experienced in the audit of charities, considered the charitable company's susceptibility to material misstatement and how fraud may occur. Our considerations included the risk of management override.
- Our approach was to check that all restricted income was properly identified and separately accounted for and to ensure that only valid and appropriate expenditure was charged to restricted funds. This included reviewing journal adjustments and unusual transactions.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
THE FUNDING NETWORK FOR THE YEAR ENDED 31 MARCH 2022

Use of our report

This report is made solely to the charitable company'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 charitable company'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 charitable company and the charitable company's members as a body, for our audit work, for this report or for the opinions we have formed.

Knox Cropper LLP

Simon Goodridge (Senior Statutory Auditor)

For and on behalf of:

Knox Cropper LLP

Chartered Accountants & Statutory Auditors

65 Leadenhall Street

London

EC3A 2AD

Date: 5 December 2022

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)
For the year ended 31 March 2022

	No	Unrestricted Funds 2022 £	Designated Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
INCOME AND ENDOWMENTS FROM:						
Donations and legacies	2	10,151	169,050	609,119	788,320	794,420
Charitable activities	3	22,624	-	-	22,624	20,635
Other trading activities	4	-	-	-	-	-
Other Grants	5	-	-	-	-	8,404
Investments	6	19	-	-	19	185
TOTAL		32,794	169,050	609,119	810,963	823,644
EXPENDITURE ON:						
Raising Funds						
Costs of generating voluntary income		30,248	-	-	30,248	20,586
Charitable activities						
UK Events		77,707	-	-	77,707	64,576
Charity Training and Support		27,882	-	-	27,882	17,890
Membership Support		42,400	-	-	42,400	14,889
TFN International		-	-	77,133	77,133	69,030
Grantmaking		21,630	-	487,845	509,475	625,715
TOTAL EXPENDITURE	7	199,867	-	564,978	764,845	812,686
Net income/(expenditure) before transfers		(167,073)	169,050	42,141	46,118	10,958
Transfer between funds	16	187,902	(145,184)	(42,718)	-	-
NET MOVEMENT IN FUNDS		20,829	23,866	1,423	46,118	10,958
RECONCILIATION OF FUNDS						
TOTAL FUNDS AT 1 APRIL 2021		98,469	-	33,173	131,642	120,684
TOTAL FUNDS AT 31 MARCH 2022		119,298	23,866	34,596	177,760	131,642

All income and expenditure has arisen from continuing activities.

Pages 20 to 37 include the Notes to these accounts.

BALANCE SHEET

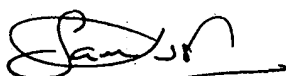
For the year ended 31 March 2022

	Notes	2022 £	2021 £
NON-CURRENT ASSETS			
Tangible Fixed Assets	12	2,955	4,412
CURRENT ASSETS			
Debtors	13	52,880	49,018
Cash at bank and in hand		397,311	263,514
		<u>450,191</u>	<u>312,532</u>
CREDITORS: amounts falling due within one year	14	(92,530)	(106,747)
Deferred Income	15	(182,856)	(78,555)
NET CURRENT ASSETS		<u>174,805</u>	<u>127,230</u>
NET ASSETS		<u>177,760</u>	<u>131,642</u>
FUNDS			
Unrestricted funds:			
Designated funds	16	23,866	-
General fund	16	119,298	98,469
		<u>143,164</u>	<u>98,469</u>
Restricted funds	16	34,596	33,173
		<u>177,760</u>	<u>131,642</u>

The financial statements have been prepared in accordance with the special provisions in Part 15 of the Companies Act 2006 relating to small companies and the Financial Reporting Standard 102.

Pages 20 to 37 include the Notes to these accounts.

The financial statements were approved and authorised for issue by the Board of Trustees on 05/12/22 and signed on their behalf by:-



Samuel Lush, Chair

Registered Company Number: 04046959

CASHFLOW STATEMENT

For the year ended 31 March 2021

	2022 £	2021 £
Cash flows from operating activities		
Surplus/(deficit) for the financial year	46,118	10,958
Adjustments for:		
Depreciation Charge	1,457	1,457
(Increase)/Decrease in debtors	(3,862)	(5,484)
Increase/(Decrease) in creditors	90,084	(4,392)
Investment income	(19)	(185)
	<u>133,778</u>	<u>2,354</u>
Cash flows from investing activities		
Return on investment – interest receivable	19	185
Purchase of tangible assets	-	(421)
	<u>19</u>	<u>(236)</u>
Net increase/(decrease) in cash and cash equivalents	<u>133,797</u>	<u>2,118</u>
Cash and cash equivalents at 1 April 2021	A 263,514	261,396
Cash and cash equivalents at 31 March 2022	A <u>397,311</u>	<u>263,514</u>
A) Components of cash and cash equivalents		
Cash at bank and in hand	<u>397,311</u>	<u>263,514</u>

B) Analysis of changes in net debt

	At 1 April 2021	Cashflows	Non-Cash Changes	At 31 March 2022
Cash and Cash Equivalents				
Cash	263,514	133,797	-	397,311
	<u>263,514</u>	<u>133,797</u>	<u>-</u>	<u>397,311</u>

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

1. ACCOUNTING POLICIES

Basis of preparation of financial statements

The financial statements of the charity, which is a public benefit entity under FRS102, have been prepared under the historical cost convention. They have been prepared in accordance with applicable United Kingdom accounting standards, the requirements of the Statement of Recommended Practice 'Accounting and Reporting by Charities' (SORP FRS 102 second edition), in accordance with the Financial Reporting Standard applicable in the UK (FRS 102) and the Charities Act 2011.

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. In forming this opinion, they have considered the long term impact of the COVID-19 pandemic and the economic context on both its income and expenditure for at least a period of twelve months from the date of approval of these financial statements.

Company status

The Funding Network is a company limited by guarantee. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements. Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the Charity for particular purposes. The cost of administering such funds is charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements. Statutory grants which are given as contributions towards the Charity's core services are treated as unrestricted.

Tangible fixed assets and depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight-line basis over their expected economic life as follows:

- Office Equipment – 5 years
- Computer Equipment – 3 years

Incoming resources

All incoming resources are included in the Statement of Financial Activities when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

Donated facilities are included at the value to the Charity where this can be quantified, and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

Donated services are included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised where there is no financial cost borne by a third party.

Income tax recoverable in relation to investment income or Gift Aid donations is recognised at the time the relevant income is receivable.

Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Support costs, which cannot be directly attributed to particular activities, have been apportioned proportionately to the direct staff costs allocated to the activities. Governance costs include the costs of servicing Trustees' meetings, audit and strategic planning.

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

Pensions

The company is part of a defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme.

2. DONATIONS AND LEGACIES

	Unrestricted Funds 2022 £	Designated Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
Pledges and Gift Aid	-	-	530,564	530,564	631,342
Grants	8,641	169,050	78,555	256,246	163,078
Gift in Kind	-	-	-	-	-
Other voluntary income	1,510	-	-	1,510	-
	<u>10,151</u>	<u>169,050</u>	<u>609,119</u>	<u>788,320</u>	<u>794,420</u>

Funds raised through partner events in Albania, Australia, Belgium, Columbia, Germany, Hungary, New Zealand, Peru, Romania, the Romanian Diaspora, Slovakia and Turkey, totalled 987,206 (compared with £620,584 in 2020/21). These events were administered by partner organisations rather than TFN so are not directly reflected within the funds raised represented in these accounts. However, all partnering events and organisations receive substantial ongoing support and guidance from TFN.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

Analysis of grant funding

	Unrestricted Funds 2022 £	Designated Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
Frederick Mulder Foundation	-	38,500	-	38,500	17,500
Marie-Louise Motesiczky Charitable Trust	-	-	45,000	45,000	45,000
The Ennismore Charitable Trust	-	37,500	-	37,500	25,000
Gates Foundation	3,641	-	-	3,641	-
Brooks Foundation	-	10,000	-	10,000	10,000
Charles Stewart Mott Foundation	-	-	33,555	33,555	52,724
T & J Meyer Family Foundation	-	20,000	-	20,000	-
J Paul Getty Jnr Charitable Trust	5,000	-	-	5,000	5,000
Others, including private donations	-	63,050	-	63,050	7,854
	<u>8,641</u>	<u>169,050</u>	<u>78,555</u>	<u>256,246</u>	<u>163,078</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds 2022 £	Designated Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
Membership fees	22,624	-	-	22,624	20,635
Attendance fees	-	-	-	-	-
	<u>22,624</u>	<u>-</u>	<u>-</u>	<u>22,624</u>	<u>20,635</u>

4. INCOME FROM OTHER TRADING ACTIVITIES

	Unrestricted Funds 2022 £	Designated Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
Sponsorships	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

5. OTHER GRANT INCOME

	Unrestricted Funds 2022 £	Designated Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
Covid-19 Job Support Grant	-	-	-	-	8,404
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,404</u>

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

6. INVESTMENT INCOME

	Unrestricted Funds 2022 £	Designated Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
Interest receivable from:					
Bank Interest	19	-	-	19	185
	<u>19</u>	<u>-</u>	<u>-</u>	<u>19</u>	<u>185</u>

7. RESOURCES EXPENDED

	Grant Funding of Activities	Staff Costs (Note 10) £	Other Direct Costs £	Support Costs £	Total 2022 £
Raising Funds					
Costs of generating voluntary income	-	15,334	3,245	11,669	30,248
Charitable Activities					
UK Events	-	38,210	4,493	35,004	77,707
Charity Training and Support	-	4,545	-	23,337	27,882
Membership Support	-	17,757	1,308	23,335	42,400
TFN International	-	65,423	41	11,669	77,133
Grantmaking	487,846	9,961	-	11,668	509,475
Total charitable expenditure	<u>487,846</u>	<u>135,896</u>	<u>5,842</u>	<u>105,013</u>	<u>734,597</u>
Total Expenditure	<u>487,846</u>	<u>151,230</u>	<u>9,087</u>	<u>116,682</u>	<u>764,845</u>

Resources expended include:

	2022 £	2021 £
Depreciation	1,457	1,457
Auditor's remuneration	<u>4,950</u>	<u>4,580</u>

Details of staff costs are given in Note 10.

Details of Support costs are given in Note 9.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

RESOURCES EXPENDED – COMPARATIVE (AMENDED)

	Grant Funding of Activities	Staff Costs (Note 10) £	Other Direct Costs £	Support Costs £	Total 2021 £
Raising Funds					
Costs of generating voluntary income	-	12,408	2,000	6,178	20,586
Charitable Activities					
UK Events	-	44,313	2,209	18,054	64,576
Charity Training and Support	-	8,863	-	9,027	17,890
Membership Support	-	5,318	545	9,027	14,889
TFN International	-	57,094	60	11,876	69,030
Grantmaking	583,354	36,343	-	6,018	625,715
Total charitable expenditure	583,354	151,930	2,814	54,002	792,100
Total Expenditure	583,354	164,338	4,814	60,179	812,686

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

8. GRANTS PAYABLE

	2022	2021
	£	£
Grants payable at the start of the year (note 12)	(86,460)	(47,071)
Grants payable at the year end (note 12)	68,399	86,460
Grants paid during the year:		
Flagship		
Access Social Care	2,667	9,400
ACCORD	-	15,690
A Partner in Education	-	17,962
Artis Foundation	20,737	-
Bath City Football Club Foundation	2,428	8,700
Children Heard and Seen	28,914	-
Children with Voices	578	-
Cornerstone	9,540	-
CRIBS International	16,104	-
CyberTracker Conservation	-	3,152
Daniel Spargo-Mabbs	-	11,197
Farmers Overseas Action Group	716	11,370
Feedback	11,811	-
Five Talents	20,868	-
Gallow's Close	7,400	-
Getting into Tech	14,607	-
Greater Change	17,810	-
Hackney Laces	19,536	-
Just Treatment	-	7,238
Key4Life	12,307	-
Lightyear Foundation	-	14,750
My Life Films	22,009	-
Oblique Arts	-	7,149
Omnibus Theatre	347	12,780
Opera Circus	9,251	-
Parallel Histories	340	14,490
Pump Aid	-	23,268
Recognize Black Heritage and Culture	-	1,409
The Armitage Foundation	-	24,466
Stockton Hope	1,500	-
Sumatran Orangutan Society	578	-
Suvita	18,583	-
The 4Front Project	-	16,026
The Muscle Help Foundation	-	2,440
Vulcan Learning Centre	3,315	13,300
WATSAN Uganda	-	4,735
Wheatley Hill Community Association	7,460	-
	249,406	219,522

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

Strategic Funding Group

A Partner in Education	24,223	-
Beaver Trust	-	19,876
Book Clubs in Schools	3,049	13,000
Caxton Youth	17,864	-
Children of the Mountain	1,442	17,000
Environmental Law Foundation	-	14,765
Foundervine	1,748	12,000
Human Milk Foundation	24,998	-
Luminary Ltd	-	15,656
Migration Museum	17,378	-
Teach2Teach International	-	12,002
The Commitment	-	13,181
The Kids Network	-	15,922
University Education	20,466	-
Unchecked	10,880	-
	<u>122,048</u>	<u>133,402</u>

Partnership Events

Black Funding Network

Alfred Fagon Award	6,990	-
Aspire2inspire Dyslexia CIC	6,492	-
Black Funding Network	-	523
BlackOut UK	-	4,874
Elevated Minds	-	10,595
Make a Difference at Sandies	6,554	-
With Insight Education CIC	-	10,394
Sister System	-	11,012
	<u>20,036</u>	<u>37,398</u>

Early stage funding delivered via Crowdfunder with Year Here

100DaysOfNoCode	-	2,568
AimHire	978	4,135
Breakthrough	-	4,923
Bua	5,835	-
Chatti	-	971
Curo	-	1,826
Dream Green	730	3,035
Heartstrings	5,449	-
Impactful	-	532
Kitchio	-	6,343
Living Proof	906	2,795
More Diverse Voices	4,250	-
Nudos	4,424	-
Pivot	-	1,165
Platform	-	2,894
Pocket Power	-	5,362
Power With	-	4,818
Scoobi	4,657	-

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

Spedal	944	2,875
Square Circle	-	9
Untold	-	45
Voice of Colour	-	4,706
	<u>28,173</u>	<u>49,002</u>
Environmental Funders Network (EFN) Live		
Beaver Trust	-	19,876
Environmental Law Foundation	-	14,765
The Commitment	-	13,181
	<u>-</u>	<u>47,822</u>
City for LGBT+ in partnership with GiveOut, Macquarie and Consortium		
Consortium	8,125	-
L'Union Feministe Libre	-	6,405
Opening Doors London	-	5,917
PASSOP	9,706	-
Rainbow Migration	11,335	-
UHAI EASHRI	-	6,239
	<u>29,166</u>	<u>18,561</u>
Regional		
TFN Hertfordshire		
Daylight Club	3,917	-
Young People's Puppet Theatre	5,189	-
Youth Talk	6,364	-
	<u>15,470</u>	<u>-</u>
TFN Oxford		
Ark T Centre	5,460	-
Be Free Young Carers	5,785	-
Cherwell Theatre Company	-	4,359
Flo's: The Place in the Park	5,824	-
Oxfordshire Breastfeeding Support	-	4,323
Soundabout	-	4,452
	<u>17,069</u>	<u>13,134</u>
Starter Grants		
Asociacion Civil Lucaris, Peru	745	-
Association Konekt, Macedonia	-	903
Brasov Community Foundation	-	862
Buzau Community Foundation	-	862
Community Foundation of Brunswick, Germany	860	-
Dalia Association	-	904
Evaluar Consultores, Columbia	900	-
Ferencvaros Community Foundation, Hungary	-	911

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

Fundatia Comunitara Mures, Romania	850	909
GRASP Barcelona	-	897
GRASP Brussels	-	897
GRASP Milano, Italy	841	-
Gyökerek és Szárnyak Alapítvány, Albania	869	-
Gyökerek és Szárnyak Alapítvány, Budapest	2,144	-
Gyökerek és Szárnyak Alapítvány, Turkey	839	-
Komunitná nadácia Zdravé mesto, Slovakia	839	-
Pecs Community Foundation, Hungary	-	911
Prahova Community Foundation	-	862
Arkhangelsk Centre of social technologies	-	600
Ferencváros Community Foundation	-	890
Le Cercle de Donateurs Bruxelles, Belgium	1,700	-
Mosaico Laboratorio Creativo	-	866
TFN New Zealand	-	887
Third Sector Foundation of Turkey (TUSEV), Turkey	851	-
	<u>11,438</u>	<u>12,161</u>
Other Grants		
4Front Project – Network for Social Change Grant	-	20,000
Black Funding Network Grant	12,734	-
Casa Ioana	364	2,925
Reprezent	-	36,103
Romanian Diaspora Funding Network	-	1,756
	<u>13,098</u>	<u>60,784</u>
	<u>487,846</u>	<u>583,354</u>

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2022

9. SUPPORT COSTS

	Cost of Generating Voluntary Income	UK Events	Charity Training and Support	Membership Support	TFN International	Grantmaking	Total 2022
	£	£	£	£	£	£	£
Staff Costs (Note 10)	2,779	8,336	5,557	5,557	2,779	2,779	27,787
Rent and Rates	2,072	6,216	4,144	4,144	2,072	2,072	20,720
Travelling Expenses	220	661	442	441	220	220	2,204
Printing & Stationary	51	152	101	100	51	51	506
Telephone & Computer	731	2,193	1,463	1,462	731	731	7,311
Bank Charges	303	910	607	607	303	302	3,032
Depreciation	146	437	291	291	146	146	1,457
Other Staff Costs	240	719	479	478	240	240	2,396
Professional & Consultancy Costs	5,092	15,275	10,183	10,183	5,092	5,092	50,917
Other Support Costs	35	105	70	70	35	35	350
Total Support Costs	11,669	35,004	23,337	23,335	11,669	11,668	116,682

Governance costs of £5,336 (2021: £4,580) are included.

THE FUNDING NETWORK (registered company no. 04046959)

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 March 2022

SUPPORT COSTS – COMPARATIVE (AMENDED)

	Cost of Generating Voluntary Income	UK Events	Charity Training and Support	Membership Support	TFN International	Grantmaking	Total 2021
	£	£	£	£	£	£	£
Staff Costs (Note 10)	1,291	3,874	1,937	1,937	2,583	1,291	12,915
Rent and Rates	1,941	5,824	2,912	2,912	3,882	1,941	19,412
Travelling Expenses	7	20	10	10	14	7	68
Printing & Stationary	451	1,352	676	676	902	451	4,508
Telephone & Computer	711	2,133	1,066	1,066	1,422	711	7,109
Bank Charges	234	701	351	351	468	234	2,338
Depreciation	146	437	219	219	291	146	1,457
Other Staff Costs	41	123	62	62	82	41	410
Professional & Consultancy Costs	879	2,637	1,318	1,318	1,758	879	8,789
Other Support Costs	477	952	476	476	475	317	3,173
Total Support Costs	6,178	18,054	9,027	9,027	11,876	6,018	60,179

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

10. STAFF NUMBERS AND COSTS

	Total 2022 £	Total 2021 £
Wages and salaries	161,885	162,485
Social security costs	11,756	9,285
Pension costs	5,376	5,483
	<u>179,017</u>	<u>177,253</u>
Comprised of:		
Staff Costs directly attributable to Charitable Activities (Note 6)	151,230	164,338
Staff Costs relating to Support function (Note 9)	27,787	12,915
	<u>179,017</u>	<u>177,253</u>

The average weekly number of employees during the period was:

	Number	Number
Employees	<u>4</u>	<u>4.32</u>

One employee received remuneration of more than £60,000 in the band £70,000-80,000 (2021: one employee in the band £70,000-80,000).

During the year, key management, comprising the CEO and Partnerships and Events Manager, received remuneration of £118,909 (2021: £112,837).

11. TRUSTEES REMUNERATION AND BENEFITS

During the year, no members of the Board of Trustees received any remuneration (2021: £nil).

No members of the Board of Trustees received reimbursement of expenses (2021: £nil).

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

12. FIXED ASSETS

	Office Equipment £	Total 2022 £
Cost		
As at 1 st April 2021	7,286	7,286
Additions	-	-
As at 31 st March 2022	<u>7,286</u>	<u>7,286</u>
Depreciation		
As at 1 st April 2021	2,874	2,874
Charge in the Year	1,457	1,457
As at 31 st March 2022	<u>4,331</u>	<u>4,331</u>
NBV as at 31st March 2022	<u>2,955</u>	<u>2,955</u>
NBV as at 31 st March 2021	<u>4,412</u>	<u>4,412</u>

13. DEBTORS

	2022 £	2021 £
Due within one year		
Other debtors	52,880	49,018
	<u>52,880</u>	<u>49,018</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade Creditors	2,992	755
Grant commitments	68,399	86,460
Social security and other taxes	1,903	3,597
Accruals	19,236	15,935
	<u>92,530</u>	<u>106,747</u>

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

15. DEFERRED INCOME

	2022 £	2021 £
Deferred income	182,856	78,555
	<u>182,856</u>	<u>78,555</u>
Deferred income		
Balance at 1 April 2021	78,555	123,555
Amount released in year	(78,555)	(90,000)
Amount deferred in the year	182,856	45,000
Balance at 31 March 2022	<u>182,856</u>	<u>78,555</u>

16. STATEMENT OF FUNDS

	Brought Forward £	Incoming Resources £	Resources Expended £	Transfers & investment gains/(losses) £	Carried Forward £
DESIGNATED FUNDS					
Swan Appeal	-	134,050	-	(110,679)	23,371
Office Costs	-	15,000	-	(14,505)	495
Digital Transformation	-	20,000	-	(20,000)	-
	<u>-</u>	<u>169,050</u>	<u>-</u>	<u>(145,184)</u>	<u>23,866</u>
RESTRICTED FUNDS					
Grant-making	-	530,564	(487,846)	(42,718)	-
TFN International	33,173	78,555	(77,132)	-	34,596
	<u>33,173</u>	<u>604,064</u>	<u>(564,978)</u>	<u>(42,718)</u>	<u>34,596</u>
SUMMARY OF FUNDS					
Designated Funds	-	169,050	-	(145,184)	23,866
General Funds	98,469	32,794	(199,867)	187,902	119,298
	<u>98,469</u>	<u>201,844</u>	<u>(199,867)</u>	<u>42,718</u>	<u>143,164</u>
Restricted Funds	33,173	609,119	(564,978)	(42,718)	34,596
	<u>131,642</u>	<u>810,963</u>	<u>(764,845)</u>	<u>-</u>	<u>177,760</u>

The Swan Appeal designated fund represent monies raised by special appeal during 2021/22 to cover core costs over 3 years. This fund is being allocated across each year based on the spending plan for that period. The Office Costs designated fund represents amounts donated in order to offset the increased office costs from the move into rented office space in 2019/20. The Digital Transformation reserve represents funds to be used to put in place the infrastructure required to run hybrid events.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

Money raised at UK Events by The Funding Network is for specific non-profits. These funds are treated as restricted and have been paid to the respective non-profits less a levy of on average 7.5% to cover overheads. The levy is treated as a transfer between funds (see below). Restricted grants have also been received during the year to fund the development of TFN activities in overseas countries (TFN International).

COMPARATIVE STATEMENT OF FUNDS

	Brought Forward £	Incoming Resources £	Resources Expended £	Transfers & investment gains/(losses) £	Carried Forward £
DESIGNATED FUNDS					
Swan Appeal	9,641	20,000	-	(29,641)	-
Office Costs	9,400	7,500	-	(16,900)	-
	<u>19,041</u>	<u>27,500</u>	<u>-</u>	<u>(46,541)</u>	<u>-</u>
RESTRICTED FUNDS					
Grant-making	-	631,342	(583,354)	(47,988)	-
TFN International	12,203	90,000	(69,030)	-	33,173
	<u>12,203</u>	<u>721,342</u>	<u>(652,384)</u>	<u>(47,988)</u>	<u>33,173</u>
SUMMARY OF FUNDS					
Designated Funds	19,041	27,500	-	(46,541)	-
General Funds	89,440	74,802	(160,302)	94,529	98,469
	108,481	102,302	(160,302)	47,988	98,469
Restricted Funds	12,203	721,342	(652,384)	(47,988)	33,173
	<u>120,684</u>	<u>823,644</u>	<u>(812,686)</u>	<u>-</u>	<u>131,642</u>

17. TRANSFERS

	Restricted Funds 2022 £	Designated Funds 2022 £	Unrestricted Funds 2022 £
Transfer in the year comprises:			
First year of Swan Appeal Released	-	(110,679)	110,679
Transfer to cover office rental costs	-	(14,505)	14,505
Transfer to cover the cost of digital transformation	-	(20,000)	20,000
Levy Charged	<u>(42,718)</u>	<u>-</u>	<u>42,718</u>

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

COMPARATIVE TRANSFERS

	Restricted Funds 2021 £	Designated Funds 2021 £	Unrestricted Funds 2021 £
Transfer in the year comprises:			
Final year of Swan Appeal Released	-	(29,641)	29,641
Transfer to cover office rental costs	-	(16,900)	16,900
Levy Charged	(47,988)	-	47,988

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Designated Funds £	General Funds £	Restricted Funds £	Total Funds £
Fixed Assets	-	2,955	-	2,955
Debtors	40,805	12,075	-	52,880
Bank	-	111,459	285,851	397,310
Creditors due within one year	(16,940)	(7,191)	(68,399)	(92,530)
Deferred Income	-	-	(182,856)	(182,856)
	<u>23,866</u>	<u>119,298</u>	<u>34,596</u>	<u>177,760</u>

COMPARATIVE ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Designated Funds £	General Funds £	Restricted Funds £	Total Funds 2021 £
Fixed Assets	-	4,412	-	4,412
Debtors	-	-	49,018	49,018
Bank	-	114,343	149,171	263,514
Creditors due within one year	-	(20,286)	(86,461)	(106,747)
Deferred Income	-	-	(78,555)	(78,555)
	<u>-</u>	<u>98,469</u>	<u>33,173</u>	<u>131,642</u>

19. PENSION COMMITMENTS

Part of the salary of the staff members is paid in the form of contributions to a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. An auto-enrolment workplace pension scheme is now also in operation. The pension cost charge represents total contributions payable by the charity to both funds and amounted to £5,376 (2021: £5,483).

THE FUNDING NETWORK (registered company no. 04046959)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

20. RELATED PARTY TRANSACTIONS

During the year, donations totalling £21,275 (2021: £11,000) were received by the organisation from Trustees.

One of the Trustees of TFN was employed as a consultant during the year and received payment for these services totalling £6,090.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2022

21. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITY

	Unrestricted Funds 2021 £	Designated Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £
INCOME AND ENDOWMENTS FROM:				
Donations and legacies	45,578	27,500	721,342	794,420
Charitable activities	20,635	-	-	20,635
Other trading activities	-	-	-	-
Other Grants	8,404	-	-	8,404
Investments	185	-	-	185
TOTAL	74,802	27,500	721,342	823,644
EXPENDITURE ON:				
Raising Funds				
Costs of generating voluntary income	20,586	-	-	20,586
Charitable activities				
UK Events	64,576	-	-	64,576
Charity Training and Support	17,890	-	-	17,890
Membership Support	14,889	-	-	14,889
TFN International	-	-	69,030	69,030
Grantmaking	42,361	-	583,354	625,715
TOTAL EXPENDITURE	160,302	-	652,384	812,686
Net income/(expenditure) before transfers	(85,500)	27,500	68,958	10,958
Transfer between funds	94,529	(46,541)	(47,988)	-
NET MOVEMENT IN FUNDS	9,029	(19,041)	20,970	10,958
RECONCILIATION OF FUNDS				
TOTAL FUNDS AT 1 APRIL 2020	89,440	19,041	12,203	120,684
TOTAL FUNDS AT 31 MARCH 2021	98,469	-	33,173	131,642