

**UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 AUGUST 2023**

FOR

THE ROOTS FOUNDATION WALES

Bevan Buckland LLP
Ground Floor Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

THE ROOTS FOUNDATION WALES

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FOR THE YEAR ENDED 31 AUGUST 2023**

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THE ROOTS FOUNDATION WALES
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2023

The trustees present their report with the financial statements of the charity for the year ended 31 August 2023. 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The purpose of The Roots Foundation Wales as set out in its governing document is to support young people in care, transitioning out of care and their carers.

We provide activities and learning opportunities that are fun, developmental and supportive both after school and in holiday time for young people aged 4-18 to support them to develop and grow and learn to live independently once they leave the care systems. Activities include on site workshops, youth groups and activities as well as offsite trips and visits. Three young people aged 16-18 live onsite in independent units and learn independent living skills and receive 1:1 support from registered youth workers.

The trustees have read and understood the guidance issued by the Charity Commission on public benefit.

Significant activities

The Roots Foundation Wales provides activities and learning opportunities that are fun, developmental and supportive both after school and in holiday time for young people aged 4-18 to support them to develop and grow and learn to live independently once they leave the care systems.

During the year we ran activities and workshops and youth clubs for 50+ young people aged 4-18. Offering them opportunities to spend time in a safe and supportive environment and to interact with trusted trained adults. This has enabled them to have fun, learn new skills and build confidence as well as finding other young people with shared lived experience for them to connect with.

Specific activities took place for children at risk of exploitation and centred around online safety, keeping safe and interpersonal relationships.

FINANCIAL REVIEW

Financial position

During the year the charity recorded a surplus of £94,800 (2022: £15,065).

As at 31 July 2023 the unrestricted reserves were £265,527 (2022: £170,727) and no restricted reserves were held. (2022: £nil).

Principal funding sources

The charity's main source of funds is received through a contract with Local Authority to provide accommodation and support to young people ages 16-18.

It also received independent grants and funds from other organisations.

Reserves policy

The trustees agree that reserves of 12 months running costs should be held to ensure continuity in times of financial hardship. The trustees consider that £150,000 is adequate to cover this.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

New trustees are recruited when the number of trustees drops below five.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1174107

Principal address

Llywn Deri Hall
Ravenhill Road
Ravenhill
Swansea
SA5 5AW

THE ROOTS FOUNDATION WALES
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2023

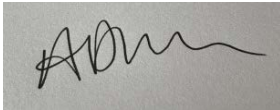
Trustees

Mrs R L Shellard-Renna
Mrs A Durham (appointed 25.4.23)
Mrs H Edwards (appointed 17.5.23)
Mrs G E Salman-Wali (appointed 18.7.23)
Ms S B Din (appointed 25.4.23)

Independent Examiner

Bevan Buckland LLP
Ground Floor Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

Approved by order of the board of trustees on . 20/08/2024..... and signed on its behalf by:

A handwritten signature in black ink, appearing to be 'A Durham', on a light-colored rectangular background.

.....
Mrs A Durham - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE ROOTS FOUNDATION WALES**

Independent examiner's report to the trustees of The Roots Foundation Wales

I report to the charity trustees on my examination of the accounts of The Roots Foundation Wales (the Trust) for the year ended 31 August 2023.

Responsibilities and basis of report

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

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

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

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

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



Michael Jones
The Association of Chartered Certified Accountants

Bevan Buckland LLP
Ground Floor Cardigan House
Castle Court
Swansea Enterprise Park
Swansea
SA7 9LA

Date:20/08/2024.....

THE ROOTS FOUNDATION WALES

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2023

	Notes	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	5,846	-	5,846	9,255
Charitable activities	3				
Support centre		253,547	43,843	297,390	192,546
Other income		20,131	-	20,131	-
Total		<u>279,524</u>	<u>43,843</u>	<u>323,367</u>	<u>201,801</u>
EXPENDITURE ON					
Charitable activities					
Support centre		<u>184,724</u>	<u>43,843</u>	<u>228,567</u>	<u>186,736</u>
NET INCOME		94,800	-	94,800	15,065
RECONCILIATION OF FUNDS					
Total funds brought forward		170,727	-	170,727	155,662
TOTAL FUNDS CARRIED FORWARD		<u><u>265,527</u></u>	<u><u>-</u></u>	<u><u>265,527</u></u>	<u><u>170,727</u></u>

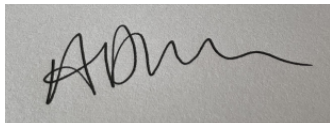
The notes form part of these financial statements

THE ROOTS FOUNDATION WALES

BALANCE SHEET
31 AUGUST 2023

	Notes	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	7	6,040	-	6,040	6,728
CURRENT ASSETS					
Debtors	8	87,337	-	87,337	-
Cash at bank and in hand		176,737	-	176,737	167,365
		<u>264,074</u>	<u>-</u>	<u>264,074</u>	<u>167,365</u>
CREDITORS					
Amounts falling due within one year	9	(4,587)	-	(4,587)	(3,366)
NET CURRENT ASSETS		<u>259,487</u>	<u>-</u>	<u>259,487</u>	<u>163,999</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>265,527</u>	<u>-</u>	<u>265,527</u>	<u>170,727</u>
NET ASSETS		<u>265,527</u>	<u>-</u>	<u>265,527</u>	<u>170,727</u>
FUNDS	10				
Unrestricted funds				265,527	170,727
TOTAL FUNDS				<u>265,527</u>	<u>170,727</u>

The financial statements were approved by the Board of Trustees and authorised for issue on
....20/08/2024..... and were signed on its behalf by:



A Durham - Trustee

THE ROOTS FOUNDATION WALES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Government and other grants in relation to tangible fixed asset are credited to profit and loss account over the useful lives of the related assets, whereas those in relation to expenditure are credited when the expenditure is charged to profit and loss.

Donations, are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Accommodation income is recognised in the period to which it relates.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 25% on cost
Fixtures and fittings	- 25% on cost
Computer equipment	- 25% on cost

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

THE ROOTS FOUNDATION WALES

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2023

1. ACCOUNTING POLICIES - continued

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial instruments

The company 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 company's balance sheet when the company 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.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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 business 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 company's contractual obligations expire or are discharged or cancelled.

2. DONATIONS AND LEGACIES

	2023	2022
	£	£
Donations	<u>5,846</u>	<u>9,255</u>

THE ROOTS FOUNDATION WALES

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

3. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2023 £	2022 £
Accommodation	Support centre	224,797	72,315
Grants	Support centre	72,593	120,231
		<u>297,390</u>	<u>192,546</u>

Grants received, included in the above, are as follows:

	2023 £	2022 £
Children in Need	34,043	17,012
Lloyds Bank Foundation	27,250	25,000
CC Swansea	-	6,000
NLCF	-	23,899
Tudor Trust	2,000	47,000
National Children	-	570
Swansea Council Youth Funding	-	750
Groundwork UK	500	-
The Neighbourly Foundation	1,000	-
National Lottery - Awards for All	7,800	-
	<u>72,593</u>	<u>120,231</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2023 nor for the year ended 31 August 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2023 nor for the year ended 31 August 2022.

5. STAFF COSTS

	2023 £	2022 £
Wages and salaries	159,309	134,139
	<u>159,309</u>	<u>134,139</u>

The key management personnel of the charity comprised of the trustees and the CEO. During the year, the total employee benefits of the key management personnel of the charity were £21,533.

The average monthly number of employees during the year was as follows:

	2023	2022
Total staff	<u>17</u>	<u>17</u>

No employees received emoluments in excess of £60,000.

THE ROOTS FOUNDATION WALES

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	9,255	-	9,255
Charitable activities			
Support centre	192,546	-	192,546
Total	<u>201,801</u>	<u>-</u>	<u>201,801</u>
EXPENDITURE ON			
Charitable activities			
Support centre	186,736	-	186,736
NET INCOME	15,065	-	15,065
RECONCILIATION OF FUNDS			
Total funds brought forward	155,662	-	155,662
TOTAL FUNDS CARRIED FORWARD	<u>170,727</u>	<u>-</u>	<u>170,727</u>

7. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 September 2022	2,310	1,120	3,298	6,728
Additions	-	-	731	731
At 31 August 2023	<u>2,310</u>	<u>1,120</u>	<u>4,029</u>	<u>7,459</u>
DEPRECIATION				
Charge for year	462	224	733	1,419
NET BOOK VALUE				
At 31 August 2023	<u>1,848</u>	<u>896</u>	<u>3,296</u>	<u>6,040</u>
At 31 August 2022	<u>2,310</u>	<u>1,120</u>	<u>3,298</u>	<u>6,728</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Other debtors	<u>87,337</u>	<u>-</u>

THE ROOTS FOUNDATION WALES

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Taxation and social security	2,264	2,575
Other creditors	2,323	791
	<u>4,587</u>	<u>3,366</u>

10. MOVEMENT IN FUNDS

	At 1.9.22 £	Net movement in funds £	At 31.8.23 £
Unrestricted funds			
General fund	170,727	94,800	265,527
TOTAL FUNDS	<u>170,727</u>	<u>94,800</u>	<u>265,527</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	279,524	(184,724)	94,800
Restricted funds			
Children in Need	34,043	(34,043)	-
Tudor Trust	2,000	(2,000)	-
National Lottery - Awards for All	7,800	(7,800)	-
	<u>43,843</u>	<u>(43,843)</u>	<u>-</u>
TOTAL FUNDS	<u>323,367</u>	<u>(228,567)</u>	<u>94,800</u>

Comparatives for movement in funds

	At 1.9.21 £	Net movement in funds £	At 31.8.22 £
Unrestricted funds			
General fund	155,662	15,065	170,727
TOTAL FUNDS	<u>155,662</u>	<u>15,065</u>	<u>170,727</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	201,801	(186,736)	15,065
TOTAL FUNDS	<u>201,801</u>	<u>(186,736)</u>	<u>15,065</u>

THE ROOTS FOUNDATION WALES

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 AUGUST 2023

10. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.9.21 £	Net movement in funds £	At 31.8.23 £
Unrestricted funds			
General fund	155,662	109,865	265,527
TOTAL FUNDS	<u>155,662</u>	<u>109,865</u>	<u>265,527</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	481,325	(371,460)	109,865
Restricted funds			
Children in Need	34,043	(34,043)	-
Tudor Trust	2,000	(2,000)	-
National Lottery - Awards for All	7,800	(7,800)	-
	<u>43,843</u>	<u>(43,843)</u>	<u>-</u>
TOTAL FUNDS	<u>525,168</u>	<u>(415,303)</u>	<u>109,865</u>

Restricted Funds

Tudor Trust - a grant received to be used towards the Centre Director's Salary.

Children in Need - this was used to fund our Children at Risk of Exploitation project and activities

National Lottery Awards for All - a grant from 'Summer of Fun' to fund food and activities for young people

11. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 August 2023.

THE ROOTS FOUNDATION WALES
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2023

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	5,846	9,255
Charitable activities		
Accommodation	224,797	72,315
Grants	72,593	120,231
	<hr/> 297,390	<hr/> 192,546
Other income		
Sundry income	20,131	-
	<hr/>	<hr/>
Total incoming resources	323,367	201,801
 EXPENDITURE		
Charitable activities		
Wages	159,309	134,139
Light and heat	5,067	-
Telephone	490	-
Sundries	1,384	8,876
Staff costs	-	20,773
Volunteer costs	16,965	22,440
Office costs	-	508
Activities	20,494	-
Subscriptions	2,369	-
Repairs and maintenance	11,068	-
Rent	4,443	-
Travel expenses	1,694	-
Depn of plant & machinery	462	-
Depn of fixtures & fittings	224	-
Depn of computer equipment	733	-
	<hr/> 224,702	<hr/> 186,736
Support costs		
Governance costs		
Accountancy fees	3,865	-
	<hr/>	<hr/>
Total resources expended	228,567	186,736
	<hr/>	<hr/>
Net income	94,800	15,065
	<hr/>	<hr/>