

Registered company number 02729957

Registered charity number 1013025

Scottish registered charity number SC039888

THE LUCY FAITHFULL FOUNDATION
Annual Report and Financial Statements
31 March 2013

THE LUCY FAITHFULL FOUNDATION

Financial statements for the year ended 31 March 2013

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THE LUCY FAITHFULL FOUNDATION

Reference and Administrative Information

Registered company number

02729957

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Sir R Tilt

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THE LUCY FAITHFULL FOUNDATION

Trustees' Report for the year ended 31 March 2013 (Incorporating the Directors' Report)

The Trustees, who are also Directors of The Lucy Faithfull Foundation ("the charity" or "LFF") for the purposes of the Companies Act, submit their annual report and the audited financial statements for the year ended 31 March 2013. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" 2005 in preparing the annual report and financial statements of the charity.

The Trustees who held office during the year, and up to the date of this report, are listed on page 2.

1. Objects of the charity

Governing document

The charity is constituted, under its Memorandum and Articles of Association, as a company limited by guarantee, incorporated on 9 July 1992. It was registered as a charity in England and Wales on 16 September 1992. On 23 September 2008 the charity was registered with the Office of the Scottish Charity Regulator (OSCR).

The objects of The Lucy Faithfull Foundation (LFF) are:

- to further the assessment, psychological rehabilitation, treatment, education and care of persons who have committed or are likely to commit sexual offences against others, especially children;
- to further the assessment, care and treatment of the victims (and their families) of the aforesaid offenders and to further the health and welfare of children considered to be at risk of sexual abuse;
- to assist in the prevention of sexual offences (especially those involving children);
- to further study and research into the nature, extent and probable causes of sexual offending, the effects on victims and their families, the effective prevention of such offending and the assessment, treatment and rehabilitation of offenders or likely offenders and disseminate the useful results of such research; and
- to provide education and training to professionals, school governors, parents and the general public in issues relating to sexual offences (especially those involving children), the prevention of such offences, the rehabilitation and treatment of offenders or potential offenders, and the care and treatment of victims.

Our vision is a society where children are free from sexual abuse and exploitation. Our mission is to prevent abuse from happening by working in partnership with voluntary and statutory sector professionals as well as the general public.

Public benefit

Imagine that you could put a protective shield around a child – now you can imagine the work of The Lucy Faithfull Foundation. Our work is about preventing abuse before it starts, working with 'at risk' groups and preventing reoffending.

We work with everyone who can prevent sexual abuse and with those affected by it: children and young people, but primarily the adults surrounding them: parents, teachers, social workers, police and medical professionals. We raise awareness of abuse and provide advice and training to help adults protect children by identifying worrying signs and implementing protective strategies if they have concerns. The wider community benefits from this preventative work.

Our specialist knowledge and experience is key to preventing abuse. Websites and a freephone Helpline, form part of our Stop it Now! UK & Ireland prevention campaign. Face to face 'Parents Protect!' courses provide critical information about how to recognise child sexual abuse, protect children from it and develop family safety plans. Training and consultancy help frontline professionals maximise benefits for families.

THE LUCY FAITHFULL FOUNDATION

Trustees' Report for the year ended 31 March 2013 (continued)

We work with people who have abused children or are worried by their own thoughts or behaviour. Our work with criminal justice agencies helps protect children from sexual abuse. Police value our services for internet offenders and their families and refer them to our specially designed programmes. We work with young people in custody and we run Circles of Support & Accountability using volunteers to provide watchful support to adult offenders released from prison. Correcting dangerous behaviour before it escalates is a vital way of preventing more children from being sexually abused.

We contribute to policy and procedure reviews concerned with safeguarding children in faith communities, in schools, in leisure facilities, on the Internet and living at and away from home, working with government to deliver effective services.

The Trustees confirm that they have complied with their duty in section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales. They have also complied with the requirements of the Office of the Scottish Charity Regulator.

The Trustees further confirm that the activities of the charity are carried out, in line with its objects, for the public benefit in England, Scotland and Wales. Section 2 of this report details how this has been achieved in the year.

2. Review of Activities and Achievements from April 2012 to March 2013

The Lucy Faithfull Foundation's 20th Anniversary year has been marked by successful partnership working events and achievements. Our Parliamentary Reception held in March 2012 at the House of Lords hosted by Baroness Howarth of Breckland, OBE, our Vice Chair of Trustees, was followed by conferences and events during the year, primarily in partnership with other organisations with a common purpose, namely to prevent the abuse of children and young people.

In November 2012, in collaboration with Child and Family Training and the Michael Sieff Foundation we ran a successful workshop and national conference on 'Eradicating Child Maltreatment: intervention with children and families – policy and practice' at the Institute of Child Health, London. This was followed by a Parliamentary Briefing in February 2013. In partnership with Child and Family Training we have been involved in developing 'Hope for Children and Families', a modular training programme focusing on the common elements of effective intervention with child maltreatment and also with harmful sexual behaviours in young people. We plan to pilot the training in 2013.

In March 2013, BT generously hosted a joint event at the BT Tower for the Internet Watch Foundation (IWF) and the Lucy Faithfull Foundation. This celebrated our new partnership with IWF in undertaking a qualitative research study about men who possessed indecent images of children. In the light of the findings we pressed for strategies targeted at preventing the first viewing of such images. During the evening we also celebrated the 10th Anniversary of our Stop it Now! Helpline, which has experienced increasing calls from people seeking help to stop their illegal online behaviour.

At all these collaborative events we emphasised the importance of a national strategy to prevent child sexual abuse and exploitation: to prevent abuse before it happens, to provide information and access to help for particularly vulnerable groups and where abuse does happen, to prevent reoffending and provide proper services for victims. Our 10th Anniversary Helpline Report, due for publication online in mid 2013, includes the history of our Stop it Now! campaign in England, Scotland, Wales and Northern Ireland, supported by the respective governments and other agencies.

2012/13 also marked the commissioning and delivery of an independent evaluation of our Youth Justice Board funded assessment and intervention service in Young Offender Institutions. The researchers, the National Centre for Social Research (NatCen), were extremely positive about the service identifying benefits not only for young people but also for public protection.

Trustees' Report for the year ended 31 March 2013 (continued)

During the year we have built on work from June 2011 to March 2012 when we had a Transition Fund grant which helped us to invest in developing projects and relationships with partners. We majored in developing our services for internet offenders and their families and for young people caught up in internet-related offending. We also set up a regional Circles of Support and Accountability project with colleagues from Probation in the West Midlands.

Despite many positives, the year has been difficult financially. One of our main areas of work, namely expert witness reports for the Family Courts, has been greatly affected by changes to hourly rates and hours allowed to complete reports (see 2.1). Like many other experts in the field we have been challenged by last minute cancellations and postponements and uncertain decision making. The losses incurred led us to restructure and reduce our vulnerability to these changes for 2013. We are moving increasingly towards work for local authorities, including assessment, intervention, consultancy and training. Implementation of new fundraising and relationship management software, 'Raiser's Edge', has helped us target communications and marketing.

Our Transition Fund and Capacity Building grants enabled us to develop our fundraising skills, competition is extremely fierce as charitable trusts and grant making bodies are inundated with applications from charities suffering from cuts in public sector funding. We were disappointed not to receive grant funding to continue our successful 'Parents Protect!' preventative work in England into 2013/14.

However, we have secured a grant from The Oak Foundation for a major project to develop a child sexual abuse prevention toolkit for use globally, but with particular application in Eastern Europe and East Africa in the first instance. This links to our Oak Foundation funded prevention work with minority ethnic communities in England and Wales. The Stop it Now! Helpline and the campaigns in Scotland and Wales continue to be funded in the forthcoming year.

We remain committed to effective practice and innovation, measuring our performance against targets, engaging with referrers and service users to design, feedback on, and update programmes. Evaluation has shown that service users respond positively to engagement with us, and agencies and individual referrers comment on the value of our services, the professionalism of our staff and the importance of our specialist role in protecting children from sexual abuse.

2.1 Working with the Family Court System and Local Authorities: expert assessments and intervention by our multi-disciplinary team

Income from assessments has fallen by 22% compared to 2011/12, with assessments of non-abusing family members, children and young people down by 30%. This reduction relates to the emerging changes in the Legal Services Commission (now the Legal Aid Agency) approach to expert witness reports. Despite us agreeing, on a short term basis pending negotiation with the LSC, to adjust hourly rates, major problems persisted. These came rapidly to a head when the LSC began challenging the number of hours allowed on a case by case basis. This led to cancellations and postponements at short notice when lawyers seeking prior funding authority for our work were faced with cuts in both fees and hours, which made our task untenable. The process led to significant losses as we were unable to transfer staff to other income generating work. We liaised directly with the LSC, reaching some agreement regarding use of our senior experts in cases involving sex offenders at the end of 2012.

The impact of the changes on us, although serious, was mitigated in the longer term by our strategy to increase our work with local authorities. This is also in line with our belief that it is in the best interests of families for assessments to be undertaken wherever possible before cases need to go to court, saving both time and the ordeal of court proceedings. In addition, we have restructured and now have a smaller team of multi-skilled experts who can assess whole families and can more quickly take on alternative work if cases are cancelled.

Trustees' Report for the year ended 31 March 2013 (continued)

We are adapting to changing circumstances, but the future regarding court reports remains uncertain for experts countrywide as we all await the Government's response to the current consultations regarding Legal Aid and further reductions in expert witness fees.

Our integrated family work has been valued for many years. Our experts have extensive experience in this area and can engage in contentious, highly complex, multi-generational cases, involving multiple family members. They can recommend the best way forward, underpinned by our guiding principle that the needs of children come first.

During the year:

- Assessments of men have included convicted contact and internet offenders, those with historical convictions and those whose conduct has led to concerns about their fitness to care for children.
- Assessments of women included sexual abusers, but were typically 'ability to protect' assessments of women involved with known or suspected abusers.
- Assessments of children and young people included those who were at risk from others and those who engaged in harmful behaviour.

In addition, we offer intervention for families within very demanding, and therapeutically difficult, court timetables. Income from this work is down by 25%. Work with non-abusing parents, children and young people has been hit hardest with a 29% fall in income compared with the previous year. Our experience is that local authorities struggle to fund intervention for these groups. A grant from Lloyds TSB Foundation enabled us to provide some help to non-offending family members who would not otherwise have received it.

2.2 Working with agencies concerned with abuse in the workplace

Government continues to use our specialist services regarding people who abuse in the context of their work. Our contract to provide assessment reports to the Independent Safeguarding Authority, now the Disclosure and Barring Service, was extended and was renewed from 2012 following a competitive tendering process.

Since 2004 and the publication of the Bichard Inquiry into the murders of Holly Wells and Jessica Chapman, we have supported the Department for Education (DfE) in the design and delivery of, as well as revisions to, 'Safer Recruitment Training for Education and for the Wider Children's Workforce'. Whilst the year has seen changes in existing criminal records checking and the barring functions discharged by the Disclosure and Barring Service, we have continued to deliver Safer Recruitment Training as well as 'train the trainer' courses to Safeguarding Children Boards, Local Authorities and Independent Schools. Given that greater responsibility for wise recruitment decisions has been transferred to the employer, and away from the State, we are not anticipating a decline in this area of training activity. In fact, in the light of the Savile enquiry and the number of Police investigations into past abuse in residential care, the need for safer recruitment training has never been greater.

We provide consultancy to The Football Association (FA) Safeguarding Review Panel which oversees the safeguarding arrangements for children who receive coaching in football, including the fitness to practice of coaches and referees. We provide reports for the FA in cases relating to possible sexual misconduct.

Trustees' Report for the year ended 31 March 2013 (continued)

2.3 Working with young people in the Criminal Justice System

2.3.1 Assessment and intervention in Young Offender Institutions

Our contract with the Youth Justice Board (YJB) has been extended to March 2014. This provides specialist assessment and intervention for young people in four Young Offender Institutions (YOIs) in the secure estate. The YJB plans to novate the contract to the Department of Health from mid 2013. The contract will be managed by the new Department of Health Local Area Team in Lancashire and the National Commissioning Board will retain involvement.

This year we have liaised closely with the YJB regarding the significant fall in the overall numbers of young people sentenced to custody, which has led to recent decommissioning decisions in the secure estate. Where vacancies for our service have arisen, we have provided additional activities such as training for staff and delivery of the groupwork programme for young people placed on a long term unit. One of the YOIs is being re-roled as an adult establishment and the LFF service is transferring to another YOI.

During the year we provided assessment and intervention services for 75 young people, 4 were worked with in more than one establishment, making the total number of young people receiving the service seventy one. In addition to assessment and intervention with young people serving medium to long term sentences we continue to provide short assessments on young people prior to release, prepare young people for intervention programmes in the young adult estate and provide up to 3 post release or post transfer visits to young people to assist their transition to the community or to another YOI. We received 40 new referrals in the year from the YJB Placements Service and delivered 51 visits to 26 young people post release or transfer.

We have worked with the Placement Service in the YJB to ensure that we maximise the number of young people benefiting. Our service at Wetherby YOI has remained full for most of the year. The majority of the young people we work with are in the Keppel Unit for young people with complex needs.

An independent evaluation of our service in the YOIs, commissioned and funded by LFF, was completed by the National Centre for Social Research (NatCen) in July 2012. The evaluation included interviews with the young people, LFF practitioners delivering the service and stakeholders such as the YJB and uniformed staff and managers in prison establishments. The evaluation was extremely positive about the service and concluded that 'participants spoke highly of the LFF assessment and intervention service and were able to point to specific ways in which they perceived the service had contributed to successful outcomes for young people, establishments within the secure estate, the YJB and other agencies, and to public protection more generally'.

In addition to direct work with young people we have contributed to the review and revision of the training programme for prison officers and managers new to the young people's secure estate, to the revision of the Youth Justice National Occupational Standards, to the YJB working group on managing transitions and, at the request of the YJB, we have reviewed the material on the Youth Justice Interactive Learning Space relating to young people with harmful sexual behaviours.

2.3.2 Young people's online sexual behaviour

In late 2011/12 we developed and piloted an information and advice service for young people and their parents and carers where there are concerns about the young person's sexual behaviour online and/or their use of new technologies. The service is accessed through our Stop It Now! Helpline, including via referral from the Police.

THE LUCY FAITHFULL FOUNDATION

Trustees' Report for the year ended 31 March 2013 (continued)

Our staff:

- Meet with the young people and their parents (separately or together) explore what has happened, the needs of the family and young person, and how we can help;
- Educate young people and their parents/carers about internet safety, and how to keep safe when using new technologies; and
- Support young people and their families in finding the answers to questions about the concerning behaviour, and help families start communicating about these matters.

This year, with support from Lloyds TSB Foundation we helped seven young people and their families. Some participants are able to contribute financially but most families find this difficult. With further grant funding we would be able to help many more young people.

Feedback from a Young Person's mother:

I cannot stress enough how these sessions helped us to rebuild our lives, for my son it looked at his behaviour and what led him to it, it gave him strategies to lead a good life and for this never to be part of his life again, the sessions allowed us to speak together of what had happened, why it had happened and our great fear of it happening again, I know we would not have been able to have these conversations without the LFF practitioner and the Foundation.

2.4 Working with adults convicted of sexual offences

2.4.1 Circles of Support and Accountability (CoSA)

CoSA help re-integrate adult sex offenders safely into society, preventing the isolation that increases risk. A 'Circle' consists of a group of volunteers, supported by professional staff, set up around a 'core member' sex offender. They befriend the offender whilst also holding him accountable for his actions. There is strong evidence for the effectiveness of CoSA in reducing reoffending. We are members of the umbrella body, Circles UK, and have an 11 year history of running CoSA countrywide, funded centrally by the National Offender Management Service (NOMS) until 2010.

Currently, we run a CoSA project in collaboration with the Metropolitan Police for deportee sex offenders returned to the UK after serving a prison sentence abroad. Following an initial grant from the Home Office, Lankelly Chase Foundation and Esmée Fairbairn Foundation are funding the project to provide up to 12 Circles across London. Numbers are dependent on referrals of suitable offenders from the Police and this is proving to be slow. The time we spend in advance of each Circle is greater than for other Circles given limited background information and support. The isolation of these offenders when they arrive in the UK underlines the importance of our work in engaging them and preventing re-offending.

Our West Midlands Regional CoSA project runs in collaboration with Staffordshire & West Midlands Probation Trust, Warwickshire and West Mercia Probation Trusts, Heantun Housing and Central England Quakers. These organisations contribute primarily in kind. A grant from the Transition Fund from June 2011 to March 2012 enabled us to set up the project, recruit and train volunteers and start 3 Circles. 23 trained volunteers provided Circles in Warwick, Shrewsbury and Birmingham. From 1 April 2012 we funded these Circles from our own resources to their successful completion in December 2012. This early work enabled us to secure 3 years funding from Esmée Fairbairn Foundation provided we could secure match funding. With support from Lankelly Chase Foundation and funding in kind from the agencies involved we have resources to set up six Circles in the forthcoming year. We are recruiting more volunteers and suitable core members. Esmée Fairbairn Foundation, LFF and Heantun Housing are funding research by The University of Birmingham, to investigate the experiences of volunteers associated with CoSA and the attitudes of the wider community in which CoSA run.

Trustees' Report for the year ended 31 March 2013 (continued)

To secure the future sustainability of the project we are seeking funding from other sources to match fund the second and third years of our grant from Esmée Fairbairn Foundation. This will enable us to increase the number of Circles so that more people can benefit and economies of scale can be maximised.

2.4.2 Managing online behaviour of registered sex offenders: monitoring software

We continue to use and promote the computer monitoring software 'Securus'. This technology provides:

- information to managers of registered sex offenders about offenders' home computer usage;
- reassurance to offenders' adult family members that the offender's home computer use is appropriate; and
- support to offenders themselves in not succumbing to temptation – because they know inappropriate use will be noticed and acted upon swiftly.

Currently 87 people are being monitored by specialist LFF staff and we are supporting Police Services in monitoring offenders using Securus. There is a national drive by Police across the UK to use monitoring software such as Securus and many forces make it a requirement of Sex Offences Prevention Orders. Securus is also available to men arrested for internet-related offences who contact our Helpline (See 2.5.4).

2.4.3 Female sexual offending

We have a high profile as consultants with expert knowledge of female sexual offending. Although reductions in public sector funding have affected referrals for assessments and intervention, our expertise continues to be recognised by professionals across a wide spectrum of disciplines. In addition, our invitation to address the Justice Select Committee on Female Offenders demonstrates the relevance of our knowledge base in work with women offenders more generally and the role we might potentially play in the shaping of more generic policies and provision for women and children.

We are:

- Seeking charitable trust funding to develop and deliver a short 'family protection' group work programme for female offenders preparing for release from prison.
- Responding to requests from mental health professionals working with women with complex needs across secure settings.
- Providing training events and offering consultation regarding programme development, especially for mental health settings and Probation Trusts. Peer consultancy linked to training for Probation Trusts has been greeted with enthusiasm and will be rolled out in the autumn of 2013.
- Responding to requests for consultancy from Criminal Justice Social Work staff in Scotland and from professionals working in Israel.
- Providing assessments of women, including adult females whose abusive behaviours occurred when they were adolescents, suggesting that professionals are becoming more aware of the need to explore potential risks with females, even if the behaviours occurred some time ago.

Changes in legislation have brought new challenges, such as a request for advice from a Police Service responding to an application by a female sex offender to have her name removed from the Sex Offender Register.

THE LUCY FAITHFULL FOUNDATION

Trustees' Report for the year ended 31 March 2013 (continued)

2.5 Preventing sexual abuse from the beginning

2.5.1 Stop it Now! UK & Ireland campaign

2012 was the tenth anniversary of our Stop it Now! UK and Ireland public education campaign. It is led and run by the Lucy Faithfull Foundation and is supported by an alliance of voluntary sector partners including children's charities, survivor groups and statutory and government sector representatives who form our Advisory Council. Our Stop it Now! Director leads and oversees the national campaign managers. The work is funded in Scotland and Wales by the Scottish and Welsh Governments until 2016 and 2014 respectively. Work in England was funded via a grant from the Department for Education until March 2013.

England

This year the England Campaign's objectives were agreed with the Department for Education as the second year of two year grant funding for services (2011 to 2013).

The campaign had the following objectives:

- Raising the standard of frontline practice through child sexual abuse prevention training. A variety of formats were used for this training.
- Equipping parents and carers with the information they need to help keep children safe. 'Parents Protect!' workshops linked to the matching website for public education.

In collaboration with sector partners, including Police, Local Safeguarding Children Boards and Early Years' service providers over the 2 years:

- We delivered training to 4,754 practitioners (DfE target was 3,500) including training 360 frontline workers to deliver Parents Protect! sessions themselves (target was 270).
- We reached 27,484 parents and carers through our workshops and online learning programme (target was 20,000). 4,917 people attended Parents Protect! events.

In the last 12 months alone:

- We delivered multi agency training days to 366 frontline workers, and workshops at conferences hosted by partners to 1,019 practitioners.
- In addition, 788 workers received briefings specific to their workplace needs.
- 3,689 adults attended Parents Protect! ninety minute public education sessions.
- 189 frontline workers were trained to deliver Parents Protect! sessions and incorporate prevention messages into their daily work with children and families.
- 122,470 people visited the Parents Protect! website with 11,036, staying for over 5 minutes and 5,734 staying for over ten minutes.

Frontline practitioners who attended workshops said:

- This should be compulsory for all who work with children
- Informative and relevant to my role
- I will use new knowledge in future work
- Valuable and educational, well presented
- An eye opener to the facts and myths of sexual abuse.

Trustees' Report for the year ended 31 March 2013 (continued)

Parents and carers who attended Parents Protect! sessions said:

- Thank you for raising awareness of this difficult issue and providing this workshop which was extremely helpful.
- I only wish all parents had access to this course.
- The presentation has built up my confidence about how to keep my children safe.
- All parents should attend this as how to protect a child from sexual abuse should be more openly known.
- Course made me feel very aware of things I never thought of before. Feel I am now more equipped to deal with these issues.

Our application for a grant from DfE to develop Parents Protect! work further during 2013-15 was unsuccessful. An application to the Big Lottery was also rejected. Consequently, despite their excellent work, the England Campaign Manager and Central Administrator posts have had to be made redundant. We have retained staff who can deliver Parents Protect! events and these services remain available for purchase. However, local authorities and other agencies are struggling to purchase these even at relatively low cost. Future funding for Stop it Now! England's work and core costs is being sought.

The Oak Foundation funded project, delivering sexual abuse prevention information to mothers in the Somali community in London, published its evaluation in Spring 2012. The project culminated in the creation of a 'toolkit' for other organisations to use when planning prevention programmes with Black and Minority Ethnic communities and an event for international organisations was held in May 2012. Following this, further funding was agreed with The Oak Foundation to enable Stop it Now! UK & Ireland to assist other UK based organisations to deliver similar primary prevention work to parents from other minority ethnic groups. This is in addition to a major new project aimed at providing a step by step guide for development of a child sexual abuse prevention strategy by different nations in East Africa and Eastern Europe.

Scotland

Continued core funding for Stop it Now! Scotland has been confirmed from the Scottish Government to 2016 together with related project funding.

Stop it Now! Scotland continues to deliver the 'Upstream Community Engagement and Prevention Toolkit' (Scotland's version of Parents Protect!) to a wide variety of 'community facing' agencies. Over 700 community police officers have been trained and the team are in the process of delivering the programme to local councillors and other community leaders. The Toolkit has been revised and the new edition is being used as the basis for training and delivery and work is being carried out with the new national police service, Police Scotland, to embed in the basic training for all community police officers in Scotland.

Stop it Now! Scotland still manages and co-ordinates the National Community Disclosure Scheme (*Keeping Children Safe*) on behalf of Police Scotland and continues to work with the Police and Scottish Government to improve the public facing profile of the Scheme and its use as a key tool in the protection of children in families and communities.

Partnership with the Scottish Prison Service has continued to grow stronger with an agreement that our '*Talk abOUT It!*' material is provided to all prisoners in Scotland prior to their release. The Survivor Scotland Strategy of the Scottish Government provides funding as prisoners are disproportionately more likely to be affected by child maltreatment, including child sexual abuse, than the general population. Provision of information about abuse and its impact and subsequent signposting of prisoner-survivors to agencies and resources is intended to lead to more pro-social conduct and a decrease in recidivism. The material is also provided to families and friends through ongoing collaboration with Prisons' Visits Centres. This follows a very successful pilot with Addiewell prison.

Trustees' Report for the year ended 31 March 2013 (continued)

Services that respond to internet offending, including the provision of educational programmes for internet offenders and their families continue to be delivered by Stop it Now! Scotland when funding allows. The team have completed seven Inform Plus groups for men under investigation for offences involving indecent images of children and an additional five Inform groups for the partners and family members of these men.

Stop it Now! Scotland is also in the early stages of planning an exciting new group learning programme for male sex offenders who have revealed experiences of sexual abuse in childhood (the *Breaking the Links* project). This is a new, unique and innovative programme in Scotland.

Wales

Continued core funding from the Welsh Government in 2012/13 enabled us to employ two new Assistant National Managers to support the National Manager and expand the work across the country. One is based in North Wales and the other in South Wales. This enabled us to increase our work with partner organisations such as schools, family centres, Women's Aid, Children's Centres and Parent Networks to deliver Parents Protect! 90 minute seminars and Parents Protect! Plus five session courses.

Over the year:

- 170 Parents Protect! sessions were delivered to 1,500 parents and carers.
- 16 Parents Protect! Plus courses were held with 140 adults.
- 44 Professionals Protect training and 5 Professional Symposiums were delivered to 850 practitioners including staff from Children's Services Departments across Wales, Local Authority Education Departments across Wales, South Wales Police, Women's Aid groups across Wales, and the National Fostering Agency.

Stop it Now! Wales attended the National Eisteddfod for Wales in the Vale of Glamorgan in August 2012. Visitors were invited to sign a speech bubble addressed to the Deputy Minister for Children and Social Services to speak out on behalf of children and young people in Wales and call for the development of an All Wales Strategy for the prevention of child sexual abuse. The overall visitor numbers to the Eisteddfod site were low this year. Nevertheless we collected 143 signatures.

Stop it Now! Wales has been using LFF practitioners to run a two-year primary prevention pilot project to prevent sexual behavioural problems in pre-pubescent children. Funded by The Martin Roberts Children's Fund, the project is overseen by a multi-agency working group of representatives from Health, Education and Dyfed Powys Police. The pilot project involves working with a nursery and two primary schools to assess staff and parent awareness of inappropriate sexual behaviour problems and implement new initiatives. The project has so far delivered general awareness training for all staff and examined existing material for children. We are developing a suite of educational resources, using existing and new materials, preparing specialist training for specific staff and planning to train teachers in the new educative materials for use with children.

Funded by the Welsh Government via Cardiff Council, Stop it Now! Wales is developing Parents Protect! awareness sessions with information tailored specifically for parents and carers of children with additional needs. The team has been working with a focus group of parents through Bobath Cymru to gain insight about their needs for information and knowledge on keeping their children safe. This information has been used to develop a tailored Parents Protect! session for this group of parents and carers. We aim to deliver Parents Protect! 'Additional Needs' across Wales.

The Welsh Government has confirmed core funding for Stop it Now! Wales to March 2014.

Trustees' Report for the year ended 31 March 2013 (continued)

2.5.2 Primary prevention in schools

We have continued our Internet Safety seminars in schools. Twenty four school visits and 30 seminars were invoiced this year and we are grateful to Ecclesiastical Insurance for their financial support. Due to staff time spent in developing Transition Grant funded projects, we have delivered fewer Internet Safety seminars than in the previous year. However, we anticipate increased activity in this area in the year ahead.

In addition, we have been collaborating with Southwark Council and with non-government organisations from Italy, Latvia, The Netherlands and Spain to develop and pilot a primary prevention project working directly with 9 and 10 year old children in schools. This five-week programme aims to enhance self-esteem, provide age-appropriate sex education and discuss scenarios requiring judgements about risk and appropriate responses. Teachers and parents are involved at the beginning and end of the programme and homework is designed to prompt discussion between parents and children. The project received an extremely positive evaluation and, subject to funding, Southwark schools plan to continue it.

2.5.3 Stop it Now! UK & Ireland Helpline

The Helpline celebrated ten years of operation in 2012. It is available to anyone who wants advice about child sexual abuse related issues. However, it is particularly aimed at adults concerned about their own sexual thoughts or behaviour towards children or those of another adult or young person.

In December 2012 we held a 'day of action' to celebrate the ten year anniversary which resulted in five radio interviews, a national print article in the Guardian and support from partner organisations on social media (Facebook and Twitter). In March 2013 we announced figures for the 10 years of Stop it Now! Helpline operation at a conference hosted by BT at the BT Tower for the Lucy Faithfull Foundation and the Internet Watch Foundation. Our ten year celebration Helpline Report was released in June 2013.

To date, our Helpline staff have dealt with 33,017 calls made by 15,331 callers. We have seen a significant increase over the year in both the number of calls received by the Helpline and the number of new callers, with a 40% increase in new callers compared with the previous year. The total number of calls recorded in 2012/13 is 5,909 (4,965 last year) representing a 19% increase. Moreover, the average number of monthly calls to the helpline has increased from 405 per month in the first quarter to 532 per month in the last quarter of the year, peaking in the third quarter at 546 calls per month. Unquestionably the heightened media attention arising from the Jimmy Savile and Operation Yewtree developments have increased public awareness and concern, resulting in a significant peak in call and caller numbers to the Helpline in October. Operation Yewtree apart, the trend over the last 12 months demonstrates that calls to the helpline continue to increase. When comparing the twelve months to March 2013 with the previous year, the caller category '*adult concerned about a potential abuser*' evidenced the greatest percentage increase (117%).

The breakdown shows that in 2012/13, 55.9% of calls were from adults concerned about their own behaviour both offline and online. 23.5% of calls were from adults concerned about another adult, 5% were from adults worried about a child or young person displaying concerning behaviour, 3.2% were from adults concerned about a child showing signs of being abused, 2.7% were from adult survivors of sexual abuse and 5.6% were from professionals seeking advice. The remaining 4.1% were made up of adults concerned about a child groomed online, calls from a child, general internet concerns and requests for general information. The calls demonstrate that people will seek help from a confidential advice line on this difficult personal issue. We aim for the caller to take one clearly agreed action from the call. Each year we take a random sample of 10% of calls for the year, and the outcome this year was that 97.9% of the sample had an identified action.

Trustees' Report for the year ended 31 March 2013 (continued)

This year callers told us:

- *"I really wish I had known about Stop it Now! years ago." – internet offender*
- *"Great Helpline, huge thanks for the help." – Adult concerned about a potential abuser*
- *"Stop it Now! needs more recognition and people should know more about who you are and what you offer." – potential internet offender*
- *"Your Helpline has been a Godsend to me and my son – thank you." – mother of a young person involved in internet offending*

In addition, callers have received face to face services. This year our staff met with 343 callers providing approximately 514 hours (equivalent to 68.5 days) assistance. Some callers moved on to our educational programmes for internet-related abusers and their families.

The Offender Management and Public Protection Group (OMPPG) of the National Offender Management Service, in the Ministry of Justice contributes regular grant funding. This year their contribution was reduced by 25% due to their own budget reductions. LFF subsidises the Helpline, especially with caller follow-up support. However, this year due to the grant reduction and increased caller demand, the subsidy has been much greater. We sought funding from charitable sources to meet the continued need for the Helpline and are grateful for the support of the Garfield Weston Foundation and to the donors, often service users, who have helped us.

We are delighted the OMPPG are continuing funding, albeit at the same reduced level for 2013/14. Unfortunately, the LFF subsidy for 2012/13 is unsustainable going forward and so we have had to plan and implement service cutbacks for the forthcoming year as well as continuing to seek new funding.

During the year we provided advice, support and training to colleagues in The Netherlands who planned to set up a Helpline based on our model. We have been working with the National Centre for Social Research who are evaluating the Stop it Now! Helpline and the new Helpline in The Netherlands as part of an EU funded research project.

2.5.4 Working with callers referred to the Helpline by Police at the point of arrest for internet-related offending

In response to needs identified through the Stop it Now! Helpline, we developed our educational and support programmes. 'Inform' is for partners, friends or family members of individuals who have been looking at online images of child abuse, and 'Inform Plus' is for men arrested, cautioned or convicted for accessing indecent images of children.

Police services continue to encourage people they arrest to contact us for help, which has maintained the demand for our services. We trained more staff and recruited new sessionals to meet the need. We ran programmes in four areas: Surrey, Nailsworth, Birmingham and Sheffield. This year we ran 16 Inform Plus groups attended by 139 people and 6 Inform groups attended by 25 people, so in total 164 people attended groups, slightly less than last year (178). This has been countered by the increase in demand for our individual programmes which have been more widely available following funding from Lloyds TSB and the Taylor Family Foundations. 81 people (68 last year) participated in individual Inform Plus programmes and 49 partners and family members benefitted from individual Inform work (17 last year). In total 289 people (263 last year) participated in these educational programmes throughout the year.

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Trustees' Report for the year ended 31 March 2013 (continued)

An innovative approach to funding has made these programmes possible: a mixture of charitable trusts (The Taylor Family Foundation for both courses and Lloyds TSB Foundation for Inform), participant contributions and our own resources. We plan to continue this model into 2013/14. Feedback from participants has been very positive. They tell us how much the courses have helped at a desperate time in their lives:

Feedback from an Inform Plus service user

"Throughout my Inform Plus attendance my confidence in the belief that my behaviour could be reformed just grew and grew. It's only the start of the process but I have learned so much about myself, that I feel I have enough momentum now to make permanent changes to my lifestyle and character. I still have the legal process to go through but to me that is just the State handing down its judgement and appropriate punishment and that may take some months yet to finalise. The Lucy Faithfull Foundation has helped me on the more important process of reforming my character and behaviour. I'm sure I will need further help in the future from time to time, but I now know where to turn to when those times come."

Feedback from an Inform service user

"I'm just emailing to thank you once again for organising last evening's meeting for our group, and for the caring and helpful way in which you led it. As always after a meeting I find it difficult to concentrate on other things, as not only have I been able to voice my own worries, but I am full of concern for the others and their problems. But I am so thankful that I have been able to be part of this group. I have learned so much and this has given me the confidence to meet the challenges we are now facing, and I feel strengthened by the realisation that I am not alone."

The programme has been reviewed and updated and we are in the process of a further evaluation of Inform Plus to assist in forthcoming development work.

2.6 Training

2.6.1 In house study days

This year we ran a programme of subject specific study days led by our expert team. These can be accessed on an individual basis by practitioners from many agencies wishing to increase their knowledge base and enhance their practice. 109 people attended 11 workshops.

2.6.2 Additional training events

We have provided 169 bespoke training days for a variety of criminal justice and children's services agencies, including schools, housing associations and universities. Most of the events were hosted in the local areas of the commissioning agencies. We also provided extensive training for frontline practitioners within the context of our Stop it Now! programme. (See 2.5.1 for Stop it Now! training events.)

Trustees' Report for the year ended 31 March 2013 (continued)

2.6.3 Training manual development

In partnership with Child and Family Training we have been developing a modular training programme focusing on the common elements of effective intervention with child maltreatment. Development work has received capacity building funding from DfE with match funding from our two organisations. In November 2012, we supported a Trainers Workshop run by Professor Bruce Chorpita from the USA. This has made a major contribution to planning for the development of the materials for the common elements of effective intervention and the associated training. Plans are now underway for developing interactive and online e-learning training to complement direct delivery training. Collaborative work on the development of the training materials and approaches is being explored with Bruce Chorpita in the USA and the Augeo Foundation and the National Youth Institute in the Netherlands. Funding permitting, we plan to start piloting the training materials during 2013.

2.7 Collaborative research and publications

2.7.1 Internet offending

In March 2013 we published initial research findings into the motivations, behaviour and actions of people who view indecent images of children. The research was conducted in partnership with the Internet Watch Foundation with a contributory grant from the International Foundation For Online Responsibility (IFFOR).

The qualitative research involved hearing directly from internet offenders about what prompted them to begin viewing indecent images of children; how their illegal behaviour developed over time; methods used to find and view images; potential strategies for desisting; and how they are managing this behaviour at present. Helping to shape prevention, it is hoped the research will lead to the development and implementation of new strategies to tackle the global problem of indecent images of children, in particular to prevent the first viewing of child sexual abuse images. A number of recommendations were made for government, industry, law enforcement and the not for profit sectors.

In addition, we are researching what works for Internet offenders in helping them regulate and manage the feelings, thoughts and behaviours that link to their offending.

2.7.2 Female offending

We continue to work with the University of Birmingham and others to research female sexual offending and are currently further developing our framework for assessing risk and treatment need.

This year saw the publication of our work regarding the need for gender responsiveness in working with women.

- Elliott, I.A., Beech, A.R., Eldridge, H., Ashfield, S. (2012) Assessing Female Sex Offenders' Motivations and Cognitions. In Schwartz, B.K. (ed) *The Sex Offender: current trends in policy and treatment practice*. Civic Research Institute
- Ashfield, S., Brotherston, S., Eldridge, H., Elliott, I. (2013) Female sexual offenders: the need for a gender-responsive approach in Harrison, K. & Rainey, B. (eds) *Handbook of Legal and Ethical Aspects of Sex Offender Treatment and Management*. Wiley-Blackwell

2.7.3 Working with children and families

Early this year we completed our collaborative research with Child and Family Training regarding the common elements of effective evidence-based intervention with children and families. This forms the research based rationale for our developmental work in this area.

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Trustees' Report for the year ended 31 March 2013 (continued)

2.8 Influencing policy and practice development

2.8.1 In the UK

Our expertise leads to participation in policy and practice reviews. We have been seeking to influence policy regarding female sexual offenders through our work with the Ministry of Justice. We are active members of the UK Council for Child Internet Safety working groups on "Better Education" and "Public Awareness". We are involved in the Government's 'Roundtable' on Child Sexual Exploitation. We influence safer recruitment practices through our work with a wide range of agencies. We are working with a large local authority reviewing safeguarding arrangements for looked after children.

2.8.2 In Continental Europe

We continue to work with colleagues to develop best practice in work with young people, and we host and support meetings for practitioners in the UK and in The Netherlands, where we worked with colleagues to help them develop a Stop it Now! programme. This programme has been running a year and we are supporting them with further training.

2.8.3 In the wider international community

2.8.3.1 For the Foreign and Commonwealth Office (FCO)

Following our involvement in the 2011 review of child safety in the Pitcairn Islands we were asked to provide on-going consultancy to the FCO and to make a further visit in February 2013. We have also been asked to review arrangements in other British overseas territories.

2.8.3.2 For The Oak Foundation: broader international development

This project's ultimate goal is the provision of a toolkit that will assist a nation, area or region, anywhere in the world, to develop a considered and credible strategy for the prevention of child sexual abuse within that nation, area or region.

2.9 Communications

Our communication activities are driven by our mission to protect children from sexual harm. Using appropriate communication channels, we work hard to increase awareness of our work, our services and what can be done to protect children in the workplace, the community and at home.

'John' called the Helpline when he was 16 after being arrested for viewing indecent images of children online. He completed a series of educative sessions with one of our specialist practitioners. Two years ago he received a police caution and is now doing well at university. This year he spoke anonymously to the BBC about his experience and what he thinks could be done to help other young people like him. He told us:

"I listened to the radio pieces on Radio One and Radio 4 and thought they were fantastic! What I said was used very sensitively and got across exactly what I wanted to say very concisely. You all clearly worked very hard, and it was a great piece. Poignantly, today is two years to the day that I was 'released' and the whole criminal process ended for me. I realised that this is actually a way for me to feel that something positive came out of my situation, which, even two years on, helps me come to terms with what happened. Send my regards to Tom, Jenny and the rest of Lucy Faithfull. I still remember how incredible you were in supporting me, and I'll always be grateful."

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Trustees' Report for the year ended 31 March 2013 (continued)

Our websites are a key aspect of our work. Visits to www.lucyfaithfull.org.uk have increased 32% with 36,084 visits in 2012/2013 compared to 27,327 in 11/12. www.stopitnow.org.uk saw a 108% increase in visitors with 59,597 in 12/13 compared to 28,621 in 11/12. www.parentsprotect.co.uk received 121,608 visitors in 12/13 – a 257% increase compared to the previous year's visitors of 34,040.

We also continued to utilise social media and Stop it Now! has 21,000 members of the public following on Facebook. National Stop it Now! Campaign Managers also manage Twitter accounts for more professional audiences. Our Stop it Now! Director also runs a Twitter account.

The quarterly Stop it Now! newsletter, *Stop Press!*, gives an insight into our activities and is for all those who work with children and families. It is currently distributed to over 3,500 people by email and this number continues to grow.

We continue to contribute to news stories, features and debates on issues relating to sexual offending and protecting children. Over the year we contributed to international, national, regional and local television, radio, print and online articles and features.

2.10 Fundraising

Fundraising through 2012/2013 has centred on using the legacy of last year's Transition Fund and DfE capacity building grants to help us prepare for the future. However, although staff fundraising skills have been improved, without the temporary support staff funded by the grants this has been difficult. In addition, it has become clear that pressure on charitable trusts has increased and they are making smaller grants, in some cases by trying to meet the needs of a greater number of organisations who are suffering from public sector cuts.

This year we have received more donations than in the previous year from individual donors, including service users. In addition individuals have chosen to fundraise for us.

Fundraisers from 2012/13 have told us why they want to help us:

Gareth Davies, 31, a secondary school teacher from Essex completed three extraordinary goals to raise money for our work. On 15 December he finished his first target of running 1,000 miles in 1 year. His second goal was to complete a marathon, which he did in Luton in 4hrs and 21 minutes, and his third was to climb Mont Blanc which he did in August. Gareth said:

"I wanted to find a charity that was less known but does amazing work. I read about some other children's charities and Stop it Now! stood out to me by a mile."

Krystal Newbury, 32, an Administrator from Epsom completed the 2013 London Marathon in 5 hours and 27 minutes. She also conducted three local radio interviews about why she had selected the Lucy Faithfull Foundation as her charity of choice. She said:

"Someone I know was sexually abused as a child and I have seen first-hand the impact it can have. Being so close and seeing them live a daily battle is heartbreaking. I have struggled at times with feeling so angry about the trauma they have suffered, are still suffering and will always suffer. Knowing that I am helpless to say any words of comfort to help marginally soothe their pain is really hard. By raising money through running the London Marathon I want to help The Lucy Faithfull Foundation make a difference to the lives of others. The Foundation not only assists victims and the families of those affected, it also works to prevent child sexual abuse from happening in the first place."

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Trustees' Report for the year ended 31 March 2013 (continued)

2.11 Donations and grants to Lucy Faithfull Foundation

We are grateful to the governments of England, Scotland and Wales who continue to support our work despite their budget constraints. We would like to thank Ecclesiastical Insurance, The Esmee Fairbairn Foundation, The Garfield Weston Foundation, Google, Lankelly Chase Foundation, Lloyds TSB Foundation, Martin Roberts Children's Fund, The Oak Foundation, The Schroder Foundation, The Taylor Family Foundation, The Whitegates Children's Trust and The Worshipful Company of Security Professionals Charitable Trust for their generosity towards us.

We are grateful to all the private donors, including our service users, who have supported our work and would like to thank everyone who has given us money to further our aims in safeguarding children and preventing sexual abuse. Particular thanks go to individuals who have truly 'gone the extra mile' for us.

3. Planning for the Future

The forthcoming year will be an extremely challenging one. However, the investment last year has helped us position Lucy Faithfull Foundation to take advantage of new opportunities.

Our strategic aims are to:

- Develop activities and services which increase the protection of children and young people from sexual abuse and prevent offending.
- Ensure necessary services are based on sustainable models.

To achieve these aims, our priorities are to:

- Ensure existing services are cost efficient and remain relevant to beneficiaries' needs.
- Engage in large scale marketing of income-generating services.
- Increase development of preventative activities and interventions, especially internet-related programmes, with mixed funding (public sector, charitable funding and participant contributions).
- Tender for contracts with local authorities, criminal justice and health agencies.
- Increase contribution from participants and beneficiaries via fees, where appropriate.
- Increase joint partnership projects with other agencies.
- Increase programme-specific revenue from grant-making trusts and family foundations, developing strong long-term links.
- Increase fundraising activity and sources of unrestricted funds (companies, individual giving) and support in-kind, with a view to supporting continuing innovation and increasing efficiency.
- Promote on-going strategic plan development by the Trustees Board and executive, with emphasis on increasing the diversity of income streams over the next two years.

We believe that child sexual abuse is preventable. We will work towards a society where children are free from sexual abuse and exploitation through our collaboration with voluntary and statutory sector colleagues and with the general public.

4. Recruitment and appointment of Trustees

The charity's Trustees are directors of the company for the purposes of charity law and under the company's Articles. The charity is run by a Board of Trustees which meets on a quarterly basis, and at such other times as considered necessary. The Board has a Governance, Finance and General Purposes Committee, which meets quarterly and at such other times as considered necessary and reports back to the Board.

There is a requirement for one third of Trustees to retire by rotation. At the last AGM this resolution resulted in Valerie Howarth, Barry Coker, Adrienne Jones and Alec Spencer retiring. In accordance with the Articles and Memoranda they were re-elected.

Trustees' Report for the year ended 31 March 2013 (continued)

The Board of Trustees seeks to ensure the needs of the groups listed in the objects of the charity are appropriately reflected through the diversity of professional experience within the Trustee body. This diversity also provides support regarding technical matters related to operating in a modern business environment. Potential Trustees are considered for appointment by the Governance, Finance and General Purposes Committee, and recommendation for their appointment is put forward to the full Trustee board.

A skills and diversity audit was conducted during 2011/12 and confirmed the broad range of skills and experience available within the Board. The matter is kept under review.

5. Trustee induction

The Trustees have an induction programme which enables any new Trustees to become familiar with their obligations and with operational matters in respect of the work of the charity, including the accounting framework and future plans and objectives. The Board recognises the importance of Trustees undertaking ongoing development as needed.

6. Risk assessment and management

The Board of Trustees reviews and assesses the risks that the charity faces on an ongoing basis and updates the Risk Register. Regular meetings involving the Governance, Finance and General Purposes Committee, and also the Senior Management executive team, identify new areas of risk and consider these in relation to the organisation's activities. The team reviews the project action plans regularly with particular attention to risk management. Awareness of the possible impact on the overall strategy of the charity enables the Board to take all reasonable steps to minimise or remove risk and have appropriate systems in place. High level risks are outlined in section 8.3.

LFF's Risk Management and Major Risk Register was updated in July 2013. However, LFF's strategic plan is a working document involving action points for Trustees and staff at all levels and is reviewed regularly. It ensures that the organisation maximises opportunities and manages risk within a changing environment and aims for diversification of funding sources to support the activities listed within the plan. Quarterly reports are provided to Trustees, showing the progress of longer term contract/grant funded projects, grant applications in process and the progress of spot purchase and short term contract activity.

Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with Health and Safety and for promoting and safeguarding the welfare of children and vulnerable adults.

7. Organisational structure

The charity has a Chief Executive and four executive directors who are responsible for influencing, reviewing and implementing the strategic direction and policy of the organisation. This group meets regularly with the project managers to review the project action plans. Most of the members of both groups are from professional backgrounds relevant to the work of the charity.

This team is also responsible for the individual supervision of staff and for the development of their skills and working practices. The charity operates across the UK and also seeks to influence policy and share information internationally. We have 60 full and part time staff (66 in 2011/12). We have increased sessional staff to deliver Helpline work, Inform and Inform Plus and Parents Protect! events to 39 (18 in 2011/12) We have 33 volunteers working in Circles of Support and Accountability, the Helpline and Stop it Now! campaign (29 in 2011/12).

Trustees' Report for the year ended 31 March 2013 (continued)

Staff receive supervision, training and support related to their differing personal needs and those arising out of the nature of the tasks and advice provided by the charity.

We recognise that our primary assets are our staff and volunteers, and the Trustees wish to thank them for their commitment and contribution to our success throughout 2012/13.

8. Financial review

8.1 Income and expenditure – Current Year

2012/13 has been a particularly difficult year for LFF with government grant cuts, the Legal Services Commission/Legal Aid Agency's stance on expert witness costs and the growth in demand for Helpline services. The Trustees had anticipated that achieving breakeven would be challenging and a £40,000 transfer from unrestricted reserves was planned for in the budget.

However the impact of the complex and on-going changes to Family Court work plus increased demands on the Helpline requiring substantially more subsidy than initially expected, resulted in a £274,202 reduction in unrestricted reserves this year.

Income totalled £3,166,904. (2012:£3,223,993) of which £410,240 relates to grant funding that is held in restricted reserves for planned activities next year. This £410,240 increase in restricted reserves offsets the £274,202 reduction in unrestricted reserves so that overall the total LFF reserves have increased by £136,038 to £1,237,977 (2012: £1,101,939).

8.1.1 Restricted Income & Costs

The restricted costs this year have reduced by £290,211 to £962,859 (2012: £1,253,070). This mainly reflects the fact that the £344,000 Transition Grant funded activity ended in March 2012. Offsetting this reduction there were a number of services where the activity levels and costs were increased thanks to additional grant funding. These included Circles of Support and Accountability, Inform & Inform Plus as well as increases in the National Stop It Now! campaigns.

The impact of the 25% cut in the Helpline grant from the Ministry of Justice was reduced thanks to a £15,000 grant, received from Garfield Weston Foundation. This still left a net funding reduction of £57,242. This coincided with the significant increase in calls to the Helpline following the Savile media exposure and the other high profile child sexual abuse cases. Consequently the Trustees took the decision to maintain service levels and utilise £71,193 of unrestricted funds including donations to cover the unfunded Helpline costs.

8.1.2 Unrestricted Income & Costs

Unrestricted Donations have more than tripled to £37,319 (2012: £11,066) with more emphasis on fundraising, website improvements and better communication with supporters. Although this increase is encouraging and augurs well for the future, these donations still make up only 1% of total income and did little to offset the fall in other sources of unrestricted income, resulting in a net reduction of £179,068 (2013: £1,793,805, 2012: £1,972,873).

Included in unrestricted assessment and intervention income are Inform Plus participant fees which increased this year by 27% to £129,614 (2012: £101,715) reflecting the growth in the group and individual programmes. Also included here is the income for services provided in the Young Offender Institutions under contract to the Youth Justice Board, the base contract amount of £600,000 being unchanged year on year.

Trustees' Report for the year ended 31 March 2013 (continued)

The reduction in referrals from the Family Courts both in terms of volume of cases and the rates paid for the work is the key factor causing a fall in unrestricted income (See section 2.1). Partly as a result of our marketing efforts and partly in response to Family Court delays, the local authorities significantly increased their referrals to us for assessments. Although this did not fully compensate for the lost Family Court work it contained the reduction at £47,523 for adult offenders and alleged offenders work, 12% down on last year. More significant has been the reduction in work with families and in work with young people (outside the YOIs) resulting in a year on year fall in income from this source of £203,847.

In response to the rapid drop in referrals and other changes regarding our services to the Family Courts, it was necessary to make some staff redundant in December 2012. The process and cost of redundancy added to the losses for the first three quarters of this financial year. Consequently year on year annual unrestricted costs increased by £114,243 to £2,068,007 (2012: £1,953,764).

8.2 Income and expenditure – Next Year

Staff changes including redundancies were implemented during 2012/13 and the smaller multi-skilled permanent staff team, supported by sessional staff, provided LFF with a modest surplus in the final quarter for the year. The Trustees are satisfied that costs have been brought down in line with conservative income projections for next year and this provides a sustainable base for the future.

Funding for the Stop it Now! Helpline of £216,728, in line with 2012/13, has been committed by the OMPPG for 2013/14. This falls short of the funding required to maintain the service levels of recent years. Further cost efficiency options are limited and although efforts continue to find new sources of funding for the Helpline service we have regrettably had to start implementing cuts to the service for 2013/14. These changes to the service aim to bring costs in line with OMPPG grant funding plus a reasonable anticipated level of donations.

We have confirmed core funding for the Stop It Now! campaign in Wales of £128,392 from the Welsh Government plus funding already received and held in restricted reserves of £3,100 from the Martin Roberts Children's Fund and £2,970 from Cardiff Children and Young People's Partnership, to complete specific projects.

£90,000 core funding for Stop It Now! Scotland has been agreed with the Scottish Government in addition to the £118,725 of funding already received and held in restricted reserves for project work.

The Oak Foundation has approved a grant of £382,223 to fund the development of an international prevention tool over a 39 month period that started in January 2013. Only £14,812 has been spent in 2012/13 and funding totalling £189,465 is held in restricted reserves for activity planned in 2013/14.

A £600,000 contract to deliver services for young people in the Young Offender Institutions through to March 2014 has been agreed with the Youth Justice Board. This contract is being novated to the Department of Health.

The CoSA Project for deportee offenders returning to London from abroad continues in 2013/14 with Home Office funding of £5,000 to complete one circle and £24,000 from Esmee Fairbairn Foundation to run a further two. Both these amounts are included in restricted reserves.

The future for 6 Midlands Circles in 2013/14 is also secured with restricted funds already received of £15,000 from Lankelly Chase, £34,000 from Esmee Fairbairn Foundation and match funding in kind from our partner organisations in the project; Midland based Probation Trusts, Heantun Housing and Central England Quakers.

The Inform Plus and Inform programmes need further funding to provide free and subsidised places. £8,810 remains in the restricted reserves from The Taylor Family Foundation grant in 2012/13 and applications are underway to other funders to find additional support for this programme in 2013/14.

Trustees' Report for the year ended 31 March 2013 (continued)

The risk of further changes by the Legal Aid Agency impacting so significantly on our profitability in the future has been addressed by reducing the percentage that this area of work contributes to the total turnover. Focus has been placed on marketing our assessment and other services direct to Local Authorities, Police, Probation and Health. In line with this approach, in the last quarter of 2012/13 Family Court reports accounted for less than 30% of our assessment work.

In addition we continue to grow our training and consultancy work. A senior practitioner was appointed in December 2012 with special responsibilities to expand this area of our work and 2012/13 already shows a 9% increase in training and consultancy income compared to 2011/12.

All our services are subject to ongoing reviews, focusing on improving service delivery and identifying cost efficiencies where possible, with the aim of achieving full cost recovery in the long term on established activities. Given the above, the Trustees are satisfied that it remains appropriate to continue to prepare the financial statements on the going concern basis.

8.3 Reserves policy reflecting principal risks

The Trustees keep the reserves under regular review. Although it was necessary to utilise £274,202 of the Foundation's reserves in 2012/13, the reserves policy remains unchanged and the aim of the charity is to achieve unrestricted funds (excluding amounts held as fixed assets), which are the free reserves of the charity, at a level which equates to six months' of total expenditure plus allowance for other risks, commitments and obligations.

This is as a result of the Trustees' review of risk in light of the following issues:

- ***The short term nature of grants***
LFF has a high investment in retaining its staff whose specialist skills are vital to our future. We need time to secure replacement activities and switch staff into new areas of work in a difficult economic climate.
- ***The variable nature of grants and the uncertainty of timing of renewal***
It is often the case that we are not told whether some grants will be renewed until the previous year's grant has come to an end. In addition, experience over recent years has been a significant time lag between projects starting and the agreed funding being received, so we need to be able to fund our work in the interim period.
- ***The impact of government cuts***
We need to be able to retain staff during periods when the demand for services slows as a consequence of funding constraints.
- ***Grant payment cash flow***
We have to fund the costs of some grant funded projects for up to 4 months before payments are received as an increasing number of grant funders require payment by results, paying quarterly in arrears.
- ***Challenges to fee levels***
We continue to experience challenges from the Legal Aid Agency in respect of expert witness hours, fees and expenses. This requires us to fund the cost of challenging decisions and to fund the delays caused in the interim by the need for LAA approval ahead of work being undertaken.
- ***Flexibility, security and planning opportunities***
We wish to be able to respond to new developments where necessary and need sufficient reserves to be able to develop programmes and retrain staff.

Trustees' Report for the year ended 31 March 2013 (continued)

At the end of 2012/13, the general free undesignated reserves have dropped to 55% of the target level (2012: 69% of target). The Trustees still consider that the current reserves are sufficient to ensure that charitable activities can be sustained through short term dips and breaks in funding, and provision is made to fully meet all staff obligations in the event of long term changes.

8.4 Treasury policy

Funds are held in cash and fixed term deposits, access to which reflects our operational needs and the interest rates obtainable.

8.5 Related party transactions

There were 4 related party transactions in the year ended 31 March 2013. Details are included in note 21 to these financial statements.

Statement of Trustees' responsibilities

The Trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable law.

Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its net incoming resources 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 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 to operate.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company 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.

Insofar as each of the Trustees of the company at the date of approval of this report is aware there is no relevant audit information (information needed by the company's auditor in connection with preparing the audit report) of which the company's auditor is unaware. Each Trustee has taken all of the steps that he/she should have taken as a Trustee in order to make himself/herself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

THE LUCY FAITHFULL FOUNDATION

Trustees' Report for the year ended 31 March 2013 (continued)

Auditor

Crowe Clark Whitehill LLP are the auditors for the Foundation and will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

The Trustees' Report was approved by the Board of Trustees on 3 September 2013 and signed on its behalf by:

Dr Arnon Bentovim MB BS FRC Psych FRCPCH DPM
Chairman

THE LUCY FAITHFULL FOUNDATION

Independent Auditor's Report to the Members of The Lucy Faithfull Foundation

We have audited the financial statements of The Lucy Faithfull Foundation for the year ended 31 March 2013 set out pages 28 to 40.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 and to the charitable company's trustees, as a body, in accordance with section 44(1c) of the Charities and Trustee Investment (Scotland) Act 2005. 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 company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purpose of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditor under section 44(1c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Trustees' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

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 2013 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

THE LUCY FAITHFULL FOUNDATION

Independent Auditor's Report to the Members of The Lucy Faithfull Foundation (continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- adequate accounting records have not been kept; 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.

[This report has not yet been signed]

Guy Biggin

Senior Statutory Auditor

For and on behalf of

Crowe Clark Whitehill LLP

Statutory Auditor

Carrick House
Lypiatt Road
Cheltenham
Gloucestershire
GL50 2QJ

Crowe Clark Whitehill LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE LUCY FAITHFULL FOUNDATION

**Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the year ended 31 March 2013**

	Note	Unrestricted funds £	Restricted funds £	Total 2013 £	Total 2012 £
Incoming resources					
Incoming resources from generated funds:					
Investment income	2	9,138	-	9,138	10,051
Incoming resources from voluntary funds:					
Grants & donations	3	37,319	1,128,521	1,165,840	962,977
Incoming resources from charitable activities:					
Assessment and intervention	4 a)	1,459,575	-	1,459,575	1,688,107
Prevention	4 b)	287,773	244,578	532,351	562,858
		<u>1,747,348</u>	<u>244,578</u>	<u>1,991,926</u>	<u>2,250,965</u>
Total incoming resources		<u>1,793,805</u>	<u>1,373,099</u>	<u>3,166,904</u>	<u>3,223,993</u>
Resources expended					
Costs of generating funds:					
Costs of generating voluntary income		17,020	16,494	33,514	60,382
Charitable activities:					
Assessment and intervention		1,530,998	85,383	1,616,381	1,712,461
Prevention		469,995	860,982	1,330,977	1,381,943
Total charitable expenditure		<u>2,000,993</u>	<u>946,365</u>	<u>2,947,358</u>	<u>3,094,404</u>
Governance costs		<u>49,994</u>	<u>-</u>	<u>49,994</u>	<u>52,048</u>
Total resources expended	5	<u>2,068,007</u>	<u>962,859</u>	<u>3,030,866</u>	<u>3,206,834</u>
Net incoming/(outgoing) resources for the year, being net income/(expenditure) for the year	6	(274,202)	410,240	136,038	17,159
Fund balances brought forward		1,101,939	-	1,101,939	1,084,780
Fund balances carried forward at 31 March 2013	14	<u>827,737</u>	<u>410,240</u>	<u>1,237,977</u>	<u>1,101,939</u>

All amounts relate to the continuing activities.

The notes on pages 30 to 40 form part of these financial statements.

THE LUCY FAITHFULL FOUNDATION

Balance Sheet as at 31 March 2013

Registered number: 02729957

	Note	2013 £	2012 £
Fixed assets			
Tangible assets	10	-	1,270
Investments	11	100	100
		<hr/>	<hr/>
		100	1,370
Current assets			
Debtors	12	508,295	445,061
Cash at bank and in hand		983,668	1,282,984
		<hr/>	<hr/>
		1,491,963	1,728,045
Creditors:			
amounts falling due within one year	13	(254,086)	(627,476)
		<hr/>	<hr/>
Net current assets		1,237,877	1,100,569
		<hr/>	<hr/>
Net assets		1,237,977	1,101,939
		<hr/> <hr/>	<hr/> <hr/>
Funds			
Unrestricted funds			
General funds		827,737	1,101,939
Restricted funds			
		410,240	-
		<hr/>	<hr/>
Total funds	14,15	1,237,977	1,101,939
		<hr/> <hr/>	<hr/> <hr/>

The financial statements were authorised for issue and approved by the Trustees on 3 September 2013 and signed on their behalf by:

Dr Arnon Bentovim MB BS FRC Psych FRCPCH DPM
Chairman

The notes on pages 30 to 40 form part of these financial statements.

THE LUCY FAITHFULL FOUNDATION

Notes to the financial statements For the year ended 31 March 2013

1. Accounting policies

(a) Company status

The charity is a company limited by guarantee and a registered charity in England and Wales, and in Scotland.

(b) Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 2006, applicable accounting standards and Statement of Recommended Practice "Accounting and Reporting by Charities" revised 2005 (SORP 2005). The financial statements are presented for the parent charity only. The subsidiary undertakings have not been consolidated on the grounds that the activities are not material to the Group as they are dormant.

(c) Going concern

The charity produces annual budgets and forecasts which take into account expected changes in the funding streams and which demonstrate that the charity will be able to continue to operate. As described in section 8.2 of the Trustees' Report, the charity has secured funding in the form of a number of government grants and contracts as well as funds from charitable trusts for 2013/14. Further funding is also already secured for 2014/15. Due to this secured funding the Trustees have reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. On this basis, the Trustees consider it appropriate to continue to prepare the financial statements on the going concern basis.

(d) Fund accounting

General funds are unrestricted funds that are available for use at the discretion of the Trustees in furtherance of the objects of the charity.

Restricted funds are to be used in accordance with specific restrictions imposed by the donors or which have been raised by the charity for particular purposes. The aim and use of the restricted funds are set out in the notes to the financial statements.

(e) Incoming resources

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

When funding has been specified by the funder as being for a future period, or the charity has not yet demonstrated entitlement to the income, then the income is deferred.

Where material, donated facilities and services or gifts-in-kind are recognised in the SOFA at an appropriate value to the charity.

(f) Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs 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 the acquisition, or the proportion of staff time spent on each type of activity.

Governance costs comprise of constitutional and statutory requirements incurred in the general running of the charitable company.

THE LUCY FAITHFULL FOUNDATION

Notes to the financial statements For the year ended 31 March 2013

1. Accounting policies (Continued)

(g) Tangible fixed assets

Tangible fixed assets (in excess of £1,000) are depreciated at rates calculated to write off the cost on a straight line basis over the expected useful economic lives of the assets as follows:

Motor vehicles	25% straight line
Office equipment	10% straight line
Computer equipment	33.33% straight line
Furniture and fittings	20% straight line

(h) Operating leases and hire purchase contracts

Rentals applicable to operating leases, where substantially all the benefits and risks of ownership remain with the lessor, are recognised in the SOFA over the period of the lease.

(i) Pensions

The charity offers staff the option to join a stakeholder pension scheme, which is non-contributory by the employer. It is not general practice for any employer contributions to pension schemes to be made. Where appropriate, employer contributions are accounted for when they fall due.

(j) Recognition of liabilities

Liabilities are recognised once there is a legal or constructive obligation that commits the charity to the obligation.

(k) Software

The cost of new software is fully written off in the period incurred. Support and maintenance costs are recognised in the period to which they relate.

2. Investment income	2013	2012
	£	£
Bank interest	9,138	10,051
	<hr/>	<hr/>

THE LUCY FAITHFULL FOUNDATION

Notes to the financial statements For the year ended 31 March 2013

3. Voluntary income – grants & donations	2013 £	2012 £
Unrestricted		
Donations	37,319	11,066
Restricted		
Stop it Now!		
Stop it Now! England	222,911	210,519
Stop it Now! London – Bamer Project	260	-
Stop it Now! UK –International Tool Kit	29,026	54,656
Stop it Now! Scotland	204,277	-
Stop it Now! Wales	283,319	149,084
	128,392	58,813
	-	5,000
	5,170	-
	14,100	5,900
	1,600	-
Stop it Now! Helpline – call back service	15,000	-
	904,055	483,972
Other		
Transition Fund Project	-	344,000
Media & Communications Post	8,500	31,500
Media Assistant internship	1,000	-
Capacity Building	21,051	21,000
Circles of Support and Accountability	15,000	3,750
Circles of Support and Accountability	79,600	6,000
Inform & Inform Plus	56,546	10,800
Inform & Family Intervention	37,500	37,500
Keeping the Public in Public Protection	-	8,050
Vulnerable Children Project	4,160	640
Internet Safety Seminars in Schools	-	1,933
Children’s equipment	359	141
Internet Safety Seminars in Schools	750	2,625
	1,128,521	951,911
Total voluntary income	1,165,840	962,977

THE LUCY FAITHFULL FOUNDATION
Notes to the financial statements
For the year ended 31 March 2013

4. Incoming resources from charitable activities		2013	<i>2012</i>
		£	£
a) Assessment and intervention			
Unrestricted			
Adult offenders & alleged offenders			
Participant fees for Inform Plus courses	129,614		<i>101,715</i>
Other	350,778		<i>398,301</i>
Families	253,217		<i>381,053</i>
Young people			
In Young Offender Institutions funded by the Youth Justice Board	600,000		<i>605,061</i>
Other	125,966		<i>201,977</i>
	1,459,575		<i>1,688,107</i>
	<hr/> <hr/>		<hr/> <hr/>
b) Prevention			
Unrestricted			
Training and Consultancy	287,773		<i>263,649</i>
	<hr/>		<hr/>
Restricted			
Nature of Work		Funded by:	
Circles of Support and Accountability		Home Office	
		Violent Crime Unit	<i>5,000</i>
		Kent Probation	<i>1,489</i>
		Dyfed Powys Probation	<i>3,750</i>
Hedgehog Project for Primary Schools		Southwark Council	<i>-</i>
Stop it Now! Helpline		Ministry of Justice	
		OMPPG of NOMS	<i>288,970</i>
	244,578		<i>299,209</i>
	<hr/> <hr/>		<hr/> <hr/>
	532,351		<i>562,858</i>
	<hr/> <hr/>		<hr/> <hr/>

THE LUCY FAITHFULL FOUNDATION
Notes to the financial statements
For the year ended 31 March 2013

5. Total resources expended

	Staff costs £	Direct costs including depreciation £	2013 Total £	2012 Total £
Costs of generating funds:				
(Unrestricted) Costs of generating voluntary income	7,320	9,700	17,020	-
(Restricted) Costs of generating voluntary income	13,604	2,890	16,494	60,382
	<u>20,924</u>	<u>12,590</u>	<u>33,514</u>	<u>60,382</u>
Charitable activities				
(Unrestricted) Assessment and intervention	1,150,615	380,383	1,530,998	1,535,032
(Restricted) Assessment and intervention	70,196	15,187	85,383	177,429
(Unrestricted) Prevention	312,654	157,341	469,995	366,684
(Restricted) Prevention	710,688	150,294	860,982	1,015,259
	<u>2,244,153</u>	<u>703,205</u>	<u>2,947,358</u>	<u>3,094,404</u>
Governance costs				
External audit	-	18,383	18,383	19,451
Professional advice	-	2,699	2,699	1,221
Trustees' expenses/meetings	-	5,978	5,978	7,059
Trustees' indemnity insurance	-	219	219	1,432
Company secretarial	5,587	-	5,587	5,655
Apportionment of management time	17,128	-	17,128	17,230
	<u>22,715</u>	<u>27,279</u>	<u>49,994</u>	<u>52,048</u>
	<u>2,287,792</u>	<u>743,074</u>	<u>3,030,866</u>	<u>3,206,834</u>

THE LUCY FAITHFULL FOUNDATION
Notes to the financial statements
For the year ended 31 March 2013

6. Net incoming/(outgoing) resources are stated after charging:

	2013 £	<i>2012</i> £
Auditor's remuneration:		
Fees payable to the auditor for the audit of the annual financial statements	18,383	19,451
Fees payable to the auditor in respect of other services	4,478	3,000
Depreciation	1,270	3,219
Surplus on Disposal of Smart Car	-	(150)
Operating lease rentals	112,851	119,874
	<hr/>	<hr/>
Operating lease rentals		

7. Staff

	2013 Full time equivalent No	<i>2012</i> <i>Full time</i> <i>equivalent</i> <i>No</i>
The average weekly number of persons employed by the group during the year was:		
Charitable activities	50	56
Governance	1	1
	<hr/>	<hr/>
	51	57
	<hr/>	<hr/>

In addition there are 39 sessional staff (2012: 21)

	2013 £	<i>2012</i> £
Staff costs for the group comprised:		
Wages and salaries	2,086,047	2,075,327
Social security costs	194,406	208,562
Healthcare	5,102	3,815
Pension costs	2,237	2,237
	<hr/>	<hr/>
	2,287,792	2,289,941
	<hr/>	<hr/>

One employee earned between £60,000 - £70,000 (2012: One employee earned between £60,000 - £70,000).

8. Trustees

None of the trustees received any remuneration in the year (2012: £ nil).

Reimbursed expenses incurred in the year on behalf of 4 trustees were £2,618 (2012: £2,065 for 3 trustees).

9. Taxation

The company is a registered charity, and as such is entitled to tax exemptions on all its income and gains, properly applied for its charitable purposes.

THE LUCY FAITHFULL FOUNDATION
Notes to the financial statements
For the year ended 31 March 2013

10. Tangible fixed assets

	Motor vehicles £	Office & computer equipment £	Furniture & fittings £	Total £
Cost				
At 1 April 2012	7,795	93,733	4,121	105,649
Old equipment scrapped during the year	-	(29,367)	-	(29,367)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2013	7,795	64,366	4,121	76,282
	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation				
At 1 April 2012	7,795	92,463	4,121	104,379
Charge in the year	-	1,270	-	1,270
Less depreciation on scrapped equipment	-	(29,367)	-	(29,367)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2013	7,795	64,366	4,121	76,282
	<hr/>	<hr/>	<hr/>	<hr/>
Net book values				
At 31 March 2013	-	-	-	-
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 31 March 2012	-	1,270	-	1,270
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

11. Investments

The charity holds unlisted investments at a net book value of £100 (original cost of £200) in the following subsidiary undertakings, both of which are dormant:

	Country of Incorporation	Principal activity	Class of shares	Percentage of share capital held
Stop it Now! UK & Ireland Limited	England	Dormant*	Ordinary £1	100%
Lucy Faithfull Foundation Trading Limited	England	Dormant*	Ordinary £1	100%

*Net assets £100

12. Debtors

	2013 £	2012 £
Trade debtors	350,704	228,897
Prepayments	48,099	55,408
Accrued income	109,492	160,756
	<hr/>	<hr/>
	508,295	445,061
	<hr/> <hr/>	<hr/> <hr/>

THE LUCY FAITHFULL FOUNDATION

Notes to the financial statements For the year ended 31 March 2013

13. Creditors: amounts falling due within one year

	2013 £	2012 £
Trade creditors	87,886	187,907
Amount due to group undertakings	100	100
Taxation and social security	75,708	77,280
Accruals	51,272	56,226
Deferred income	39,120	305,963
	<hr/>	<hr/>
	254,086	627,476
	<hr/> <hr/>	<hr/> <hr/>

A comprehensive review of how the Foundation's grant income is recognised was completed during the year. Accordingly, grant funding totalling £410,240 received in the year for work to be undertaken in the next financial year is included as restricted reserves as at 31 March 2013. In the previous year similar grants totalling £284,225 were classed as deferred income (see deferred income).

14. Funds

The general funds represent the unrestricted funds of the charity.

Restricted funds comprise funding received in relation to specified activities in furtherance of the objects of the charity. These grants support the charity's work in relation to practitioner-led tasks, offering clinical and other support on offence prevention programmes, assessment, intervention and consultancy related to adults and young people who abuse children.

THE LUCY FAITHFULL FOUNDATION

Notes to the financial statements
For the year ended 31 March 2013

14. Funds (continued)	1 April 2012 £	Incoming resources £	Resources expended £	31 March 2013 £
Unrestricted - General funds	1,101,939	1,793,805	2,068,007	827,737
Restricted funds				
Ministry of Justice: for Stop it Now! Helpline	-	216,728	216,728	-
Garfield Weston Foundation: for Stop it Now! Helpline call back service	-	15,000	15,000	-
DfE: for Stop it Now! England	-	222,911	222,911	-
DfE: for Capacity Building	-	21,051	21,051	-
2013/14 Appeal:				
for Stop It Now England Campaign	-	260	-	260
The Oak Foundation: Stop it Now! BAMER project - London	-	29,026	29,026	-
The Oak Foundation: Stop it Now! International Prevention Tool	-	204,277	14,812	189,465
The Scottish Government: for Stop it Now! Scotland	-	283,319	164,594	118,725
The Welsh Government: for Stop it Now! Wales	-	128,392	128,392	-
The Welsh Government via Cardiff Council for Stop it Now! Wales disability focus project	-	5,170	2,200	2,970
Martin Roberts Children's Fund: for Stop it Now! Wales	-	14,100	11,000	3,100
Ecclesiastical Insurance: for Stop it Now Wales	-	1,600	1,600	-
Ecclesiastical Insurance: for Vulnerable Children project	-	4,160	1,600	2,560
Royal Borough of Kingston-upon-Thames: for Internet safety seminars	-	750	-	750
Southwark Council: for Primary School project	-	17,850	17,850	-
Whitegates Children's Trust: Children's equipment -	-	359	359	-
The Schroder Foundation: for Media Post	-	8,500	8,500	-
University of West England: Media internship	-	1,000	1,000	-
Lloyds TSB Foundation: in support of Inform and Family intervention	-	37,500	37,500	-
The Taylor Family Foundation: for Inform & Inform Plus	-	56,546	47,736	8,810
Lankelly Chase Foundation: for Circles of Support and Accountability	-	15,000	-	15,000
Esme Fairbairn Foundation: for Circles of Support and Accountability -Midlands	-	36,000	2,000	34,000
Esme Fairbairn Foundation: for Circles of Support and Accountability -Research	-	5,600	-	5,600
Esme Fairbairn Foundation: for Circles of Support and Accountability -Jigsaw	-	38,000	14,000	24,000
Home Office: for Circles of Support and Accountability – Jigsaw	-	10,000	5,000	5,000
Total restricted funds	-	1,373,099	962,859	410,240
Total funds	1,101,939	3,166,904	3,030,866	1,237,977

THE LUCY FAITHFULL FOUNDATION

Notes to the financial statements For the year ended 31 March 2013

15. Analysis of net assets between funds

	Fixed assets £	Net current assets £	Fund Balances £
Unrestricted funds	-	827,737	827,737
Restricted funds	-	410,240	410,240
	-----	-----	-----
Total funds	-	1,237,977	1,237,977
	=====	=====	=====

16. Members' liability

The charity does not have a share capital and is limited by guarantee. In the event of the charity being wound up, the maximum amount which each member is liable to contribute is £5. There were 13 members at 31 March 2013 (2012: 13).

17. Commitments under operating leases

The charity had annual operating commitments under non-cancellable operating leases expiring as follows:

	2013		2012	
	Land and buildings £	Other £	Land and buildings £	Other £
In less than one year	-	-	8,000	-
One to two years	54,842	-	44,408	-
Two to five years	44,408	4,935	54,842	4,935
	-----	-----	-----	-----
	99,250	4,935	107,250	4,935
	=====	=====	=====	=====

18. Contingent liabilities

There were no contingent liabilities at the year end, nor in the previous year.

19. Capital commitments

There were no capital commitments at the year end, nor in the previous year.

THE LUCY FAITHFULL FOUNDATION

Notes to the financial statements For the year ended 31 March 2013

20. Related party transactions

There were two related party transactions in the year with CaSE Insurance which is part owned by Bates, Wells & Braithwaite London LLP. Purchases for these services totalled £11,508. The entities are deemed to be related parties as Mr J Trotter who is a trustee of The Lucy Faithfull Foundation is also a partner of Bates, Wells & Braithwaite London LLP.

In addition the Lucy Faithfull Foundation took part in a joint conference with Child and Family Training and the latter allocated £2,400 of costs to the Foundation. This activity is deemed to be related parties as Child and Family Training is part owned by Dr A Bentovim who is a trustee and chair of The Lucy Faithfull Foundation.

The Lucy Faithful Foundation also paid £2,500 office rent to Victim Support Wales. Gaynor McKeown, a trustee of the Lucy Faithful Foundation, is also the Director of Development at Victim Support Wales.

There were no related party transactions during the previous year.