

Charity Registration number: 700738
Company Registration number: 1843226

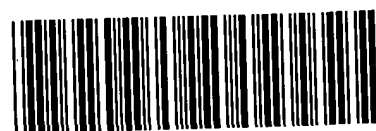
Merseyside Youth Association Limited
(Limited by Guarantee)

Trustees' Report and Financial Statements

for the year ended 31st March 2016

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**Merseyside Youth Association Limited
(Limited by Guarantee)**

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**Merseyside Youth Association Limited
(Limited by Guarantee)**

Charity Information

Charity Name:	Merseyside Youth Association Limited (Limited by Guarantee)	
Charity Registration Number:	700738	
Company Registration Number:	1843226	
Governing Document:	Memorandum and Articles of Association dated 23 August, 1984 as amended in 1985 and 2000.	
Registered Office:	Abney Building 65-67 Hanover Street Liverpool L1 3DY	
Principal Business Address:	Abney Building 65-67 Hanover Street Liverpool L1 3DY	
Directors/Trustees:	Ms D. Cooke R. T. Dears N.H. Ellis R. Fitzsimmons (resigned 22 November 2016) A. Gibbons (Chairperson) V. Grigorjevaite J. C. Lewys-Lloyd (Treasurer) D. R. Swaffield T. G. Timotheou	
Company Secretary:	Ms G. Bainbridge	
Chief Executive:	Ms G. Bainbridge	
Accountants:	Sloan Accountants Limited Chartered Accountants Suite 5, The White House 42-44 Chorley New Road Bolton BL1 4AP	
Auditor:	Collins & Co. Statutory Auditors and Chartered Accountants Suite 13, Hattersley House 1 Hattersley Court Off Burscough Road Ormskirk L39 2AY	
Bankers:	HSBC plc 99-101 Lord Street Liverpool L2 6PG	Barclays Bank plc 48b & 50 Lord Street Liverpool L2 1TD

**Merseyside Youth Association Limited
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Charity Information (cont.)

Solicitors:	Brabners Chaffe Street Horton House Exchange Flags Liverpool L2 3YL	Ellis Whittam Limited Woodhouse Church Lane Aldford Chester CH3 6JD
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Investment Managers:	Investec Wealth & Investment Limited The Plaza 100 Old Hall Street Liverpool L3 9AB
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**Merseyside Youth Association Limited
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Trustees' Report for the year ended 31st March 2016

The trustees present their annual report and the financial statements for the parent charity and its subsidiary undertakings for the year ended 31st March 2016.

Reference and administrative details

The details are set out on page 2.

Directors and their interests

The directors of the charitable company (the charity) are its trustees for the purposes of charity law and throughout this report are collectively referred to as the trustees.

The directors who served during the year are as stated below:

Ms D. Cooke
R. T. Dears
N. H. Ellis
R. Fitzsimmons (resigned 22 November 2016)
A. Gibbons
V. Grigorjevaite
J. C. Lewys-Lloyd
D. R. Swaffield
T. G. Timotheou

N. H. Ellis and A. Gibbons retire by rotation, and, being eligible, offer themselves for re-election.

Structure, Governance and Management

Governing document

Merseyside Youth Association Limited is a company limited by guarantee governed by its Memorandum and Articles of Association dated 23rd August 1984 as amended in 1985 and 2000. It is a registered charity with the Charity Commission. Every member of the charity promises, if the charity is dissolved while s/he remains a member or within 12 months afterwards to put up to £1 towards the cost of dissolution and the liabilities incurred by the charity while the contributor was a member.

Appointment of Trustees

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles of Association are known as the Board of Directors. Under the requirements of the Memorandum and Articles of Association, the Trustees are eligible, as the Board of Directors, to appoint additional trustees.

As set out in the Articles of Association, trustees are elected at the AGM. There will be more than five, but no more than nine trustees. A third of the trustees must retire at each AGM, the longest in office retiring first. The trustees can co-opt any duly qualified person to be appointed as a trustee to fill a vacancy, but a co-opted trustee will hold office only until the next AGM. When considering the co-option of a trustee, the Board has regard to the requirements of any specialist skills needed. All new trustees will have to complete an application form including a skills audit.

The Chair and Treasurer and other honorary officers will be appointed by the trustees from among their number at the next general meeting after the AGM.

**Merseyside Youth Association Limited
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Trustees' Report for the year ended 31st March 2016 (cont.)

Trustees induction and training

New trustees receive an induction pack including information on the roles and responsibilities of trusteeship. It includes a copy of the Memorandum and Articles of Association, the Executive Summary of the Business Plan and a copy of the latest annual report and accounts. New trustees meet with the Chief Executive to brief them on the operation of the charity. Trustees are encouraged to attend appropriate external training events where these facilitate the undertaking of their role.

Organisation

The Board of Trustees, which can have up to nine members administers the charity. The Board meet every six weeks. The board will convene sub groups for specific purposes e.g. fundraising as and when required. A Chief Executive is appointed by the trustees to manage and strategically develop the day-to-day operations of the charity. To facilitate effective operations, the Chief Executive has delegated authority, within terms of delegation approved by the trustees, for operational matters including finance, employment and activity related to the direct work with young people.

Partner organisations

The Charity has a close relationship with LCVS, specifically the 0-25 network. Members include a wide range of organisations within the voluntary sector working with children and young people. The charity is also a member of the VS6 network which provides a focal point for Voluntary, Community, Faith and Social Enterprise (VCFSE) infrastructure / support providers to debate, influence and shape policy at the Liverpool City Region ("LCR") level, to consider how to develop a collective response and to consider how we may work together more formally.

The charity is also a member of the North West Youth alongside Young Cumbria, Young Lancashire, Cheshire Youth Federation, Greater Manchester Youth Network and UK Youth. It also has regional links with the North West Regional Youth Work Unit.

The charity is also a member of UK Youth and Ambition.

The Charity has developed strategic links across LCR, including Children's Services and Family Support, LCR Employment and Skills team, Liverpool Clinical Commissioning Group, Liverpool City Council Leisure services, The Football Association and the County FA.

It has strategic links with the CAMHS (including membership of the Mental Health and Emotional Wellbeing Partnership Board) and is a member of the Sefton Emotional Achievement service (SEAS) consortium which aims to offer emotional wellbeing support for children, young people and their families in Sefton.

Young Addaction is a tenant of MYA and have their office base and deliver their direct work with young people from our city centre base. Lox and Caper Café is also a tenant of the building and runs a café from the ground floor in our city centre base.

It has funding relationships with Liverpool City Council (Targeted Youth Support Service, Families Programme, Mayoral Fund, Sports and Recreation Service and Public Health). It has a funding relationship with Knowsley MBC, Sefton Council (Youth Service, Supporting People), Big Lottery Fund (Talent Match and Reaching Communities), the European Union (managed through Department of Work and Pensions), Liverpool Clinical Commissioning Group (including CAMHS), Youth Music, Sport England, May Logan Centre, Liverpool John Moores University and Sefton CVS.

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Trustees' Report for the year ended 31st March 2016 (cont.)

Each project will have operational links and partnerships with a wide range of statutory and voluntary agencies within their communities (including communities of interest) to enable a more effective and co-ordinated service for young people.

The Charity wholly owns a trading company MYA Youth Limited. All profits are donated to Merseyside Youth Association Limited.

Risk management

The Charity has a Health and Safety policy as well as procedures to ensure that risks are minimised for both staff and young people. These include Safeguarding and Child Protection procedures, risk assessment of activities (on and off site), administration of medication policy and procedure and a separate residential policy.

Ellis Whittam provides external Health and Safety advice and undertakes annual premises audits and monitor progress against action plans.

A Health and Safety Committee meets every six weeks. These meetings are attended by a representative from each project, all MYA premises and all tenants. Information is disseminated at the Board of trustees and Senior Management team. Health and safety is a standing agenda item on the Board meetings, Senior Management Team meetings as well as team meetings and within supervision sessions.

A rolling programme of health and safety training has been scheduled for 2016-17 which will include risk assessment, first aid and fire marshal training as well as other modules of the e-Learning Health and Safety training.

Regular housekeeping checks are in place to improve the monitoring of health and safety issues.

Insurance: The Charity has reviewed its insurance needs at May 2015 to ensure appropriate cover for all charitable activities.

The Charity has a reserve policy, which is regularly reviewed by the trustees to ensure sustainability.

Objectives and activities

The objects of the charity are:

To provide and co-ordinate in the interests of social welfare facilities for recreation and other leisure time occupation for young people in Merseyside who have need for such facilities because of their youthfulness, infirmity or disablement, poverty or social and economic circumstances as to develop their physical, mental, spiritual capacities that may grow to full maturity as individuals and members of society.

Public Benefit Statement

When planning our activities for the year, the charity gave consideration to the Charity Commission's guidance on public benefit.

**Merseyside Youth Association Limited
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Trustees' Report for the year ended 31st March 2016 (cont.)

Mission

Our mission is to create positive and lasting change in the lives of Merseyside's young people.

Aims:

- To inspire our young people to fulfil their full potential
- To increase our positive impact in the field of work with young people
- To build a strong and positive workforce, within MYA and across children and young people's services

Objectives:

- To deliver a high quality experience for all young people
- To provide a stimulating and inspirational environment that supports personal development
- To present MYA as a key influencer for positive change and to support organisations who work with young people

Vision:

To become the provider of choice for children and young people's services, training and premises/facilities in Liverpool City Region.

Fundamental Principles

We will do this by adhering to our values and key principles of being:

- Young people focused - keeping the young person at the centre
- Inclusive and accessible - to all our stakeholders
- Responsive and flexible - in relation to service provision and internal structures
- Effective and efficient - a can do, low risk organisation which offers value for money.

Activities:

The charity has been implementing its Business Plan which is underpinned by the following objectives:

- To deliver high quality support and services
- To deliver our targets and client outcomes
- To promote MYA's Social Impact
- To provide sustainable and profitable premises with quality resources and facilities
- To manage risk, costs and resources to deliver our financial priorities
- To provide a healthy, safe and high quality working environment
- To provide a flexible workforce which maintains high quality performance
- To maintain a diverse range of income generation strands with a focus of earned and given income
- To deliver key outcomes within the marketing and communication strategies
- Grown and diversified sources of profitable income to invest in our future

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Trustees' Report for the year ended 31st March 2016 (cont.)

Achievements and performance

We have delivered **high quality support and services** responding to children and young people's needs:

MYA has delivered a wide range of early intervention and prevention services across Merseyside, providing direct services to children and young people, workforce development and infrastructure support.

We enable young people to:

Be Ready by offering:

- Intensive mentoring
- Therapeutic support
- Employability initiatives
- Access to employment and training
- Business start-up support
- Floating housing support
- Training and infrastructure support to organisations and projects themed on mental health and equality issues

Be Healthy by offering:

- Physical, mental and emotional wellbeing advice and support
- Therapeutic support for substance misuse
- Sexual health and relationships information, advice and guidance
- Access to participation in mental health services
- Consultation and evaluation opportunities
- Support to enable services to become more young person friendly
- Mental health promotion activities
- Tackling stigma campaigns

Be Active by offering:

- 3 playing fields and community facilities
- Community sports opportunities
- Sporting activities to encourage healthy lifestyles

Be Included by offering:

- Short breaks and friendship groups
- Holiday provision for disabled children and young people
- Peer education and volunteering opportunities
- Access to inclusive youth work provision
- Consultation and participation (Youth Voice)

Be Creative by offering:

- Access to performing arts facilities and activities
- Musical, personal and transferable skills development
- Mentoring and peer development

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Trustees' Report for the year ended 31st March 2016 (cont.)

We have delivered **our targets and client outcomes** to make a positive and lasting change.

MYA works with Merseyside's Local Authorities and health commissioners to ensure that the outcomes of our projects align and add value to strategic priorities. Our offer is aimed to deliver outcomes in the key priority areas of health (including mental and emotional health), educational attainment and employability, reduction in anti social behaviour and developmental outcomes for vulnerable and at risk young people (including young disabled people, those effected by substance misuse, those with low educational attainment etc.).

Outputs

The charity has worked with 8018 different young people (an increase of 117% from last year), with 55,389 contacts (an increase of 139%) across 6 different local authority areas this year. Additionally, we had 118,203 user visits to our 3 playing fields (an increase of 16%), which was a reflection of increased usage following the opening of the new pavilion at Jeffery Humble.

We have provided training to 1367 different organisations/professionals (an increase of 6.5% from last year).

Outcomes

MYA creates positive change in the lives of young people. Our work delivers the following outcomes:

- Enhanced employability
- Improved health and emotional wellbeing
- Increased confidence and self esteem
- Enhanced personal and social skills
- Raised aspiration and achieving learning goals
- Created independence directly through transferrable skills.

In 2015-16, as a result of our projects:

- 452 young people gained or stayed in employment or education
- 2280 improved their employability
- 2848 improved their creativity
- 3132 increased their skills
- 4204 displayed improved confidence
- 1672 improved their physical activity.

We have promoted and begun to explore **MYA's Social Impact** to demonstrate our wider social value and we have completed a Theory of Change for the Talent Match Programme identifying the programme's enabling factors (quality of relationship with workers, individualisation of the programme, flexibility, accessibility and coordination). Our theory is not a linear pathway, which identifies specific activities that lead to specific outcomes and ultimate goals. Instead, our casual mechanism is a combination of tailored activities, delivered at the right time, in the right way, that affect change. We continue to work with Liverpool John Moores University on our Talent Match programme to train young people as peer researchers and to explore the social impact of that programme.

We have finalised the CRM system and are using it with our Talent Match programme. We will roll in out for all projects during the next financial year.

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Trustees' Report for the year ended 31st March 2016 (cont.)

We have **managed risk, costs and resources to deliver our financial priorities** including financial stability and growth via accessing new funding streams including substantial investment from the European Union and increased investment from existing funders, specifically CAMHS. We also continuously review central costs and contracts. We have also crystallised our pensions liability and have refinanced the repayments into an affordable bank loan.

We have provided a **healthy, safe and high quality working environment** to maximize staff and service user satisfaction and to minimize risk. We continue to work closely with health and safety consultant, Ellis Whittam with regular premises audits and action planning. We have maintained ISO9001 Quality Mark and Investors in People Award.

We have provided a flexible **workforce which maintains high quality performance** and can be responsive to change. From the appraisal process, we identified key workforce development areas and have put a training calendar in place to upskill the workforce in these areas.

We have **strengthened the MYA brand** via a number of events including the official opening of the new pavilion at Jeffrey Humble Playing Fields. In partnership with the Premier League and Sport England, we hosted the 2015 Premier League Kicks Cup. This event was attended by the Mayor of Liverpool, Joe Anderson and Steve Rotherham M.P. This gained national coverage from Sky Sports, the Guardian, BBC local news, Liverpool Echo, fcbusiness, LFCTV and Bay TV.

MYA Sports project delivered a satellite golf project, supported by Sport England. This enabled young people from local youth clubs to access golf coaching. To support sustainability, we publicised a campaign to donate unwanted golf equipment to young people to enable them to continue to play. Following an article in the Liverpool Echo and Radio Merseyside, we had a tremendous response for the public with over 60 donations.

Steve Rotherham also spoke at our event to celebrate the second successful year of the Talent Match programme. Talent Match also gained national media coverage for the launch of its young people led Foodbank. This innovative project was publicised in the Guardian and ITV's This Morning, Liverpool Echo, Radio Merseyside, Radio City and BBC Radio 1 newsbeat.

Talent Match was also cited by Sheffield Hallam University in their Case Study (Mental Health) research completed in November 2015. The reports summary concludes:

"TM Liverpool offers a genuinely innovative, needs-led approach that places young people at the centre. This provides an exceptional model for other TM partnerships to emulate and has the potential to bring about a major shift in the delivery of mental health services.....The innovative approach to youth mental health at TM Liverpool is everything that Talent Match is about: it addresses a clear and distinct gap; it responds directly to the needs of young people; it is dependent on partnership working and the VCS; it's strategic; it is innovative; and it has the potential to influence approaches to youth mental health far beyond Liverpool"

One of Talent March's young people won UK Youth's Young Person of the Year Award for England. Nominated by her mentor, this award was recognition of her journey from being trafficked, to learning English via ESOL, receiving therapeutic support and intensive mentoring from our programme and ended with her living independently and in full time employment. She was awarded this honour at Buckingham Palace by Princess Anne.

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Trustees' Report for the year ended 31st March 2016 (cont.)

MYA also highlighted issues around mental health and emotional wellbeing at the inaugural Now Festival at the Epstein Theatre. This two-day festival involved 2 evenings of performances by and for young people linked to "Technology – Friend or Foe" and a tour of schools with a selection of the award winners. Over 2000 young people from schools and youth projects across Liverpool were involved. The Festival gained coverage from Liverpool Echo and Bay TV.

Despite a difficult climate we have sought to **maintain a diverse range of income generation strands**. Our "spread" of funding is such that 72% has come from grants, 18% from Local Authorities, 9% from sales and hire of facilities and 1% from donations and legacies (including investment returns).

Financial Review

Unrestricted Funds:

These are the funds which are available for use by the Association, as it sees fit, to meet its charitable objectives. The Group has reported a loss on these funds of £25,312 after transfers. This means that the Group is carrying forward total unrestricted funds of £745,134.

Restricted Funds:

These are funds which have been obtained from external funders for use on specific projects. Following the transfers set out above, there was a surplus on the Restricted Funds for the year of £225,024 giving an overall balance of £2,021,129.

The detailed balances at the year end are set out on pages 32 to 34. The largest part of the restricted funds relate to money raised to purchase the Hanover Street premises, the Association's main youth facility in Liverpool. It is from this building that we offer our range of services to the young people of Merseyside. A proportion of these funds are continuing to be defined as restricted, because a proportion of the money raised (page 37) was with the condition that should the building cease to be used for the Association's core activities, the grants would be repayable. The longest date attached to this condition is 2034, and after that time the fund will revert to unrestricted status.

Investment powers and policy

Under the Memorandum and Articles of Association, the charity has the power to invest in any way the trustees wish.

Investment Objective

The investment objective is to produce a balanced combination of growth, some immediate income and the potential for capital and income growth over the longer term.

Strategy

We accept a diversified portfolio comprising predominately domestic and international equities as well as some fixed interest. Exposure to specialist areas (for example smaller companies and emerging markets) can be achieved via collective funds. To improve diversification and reduce volatility, an exposure of up to 20% in alternative investments and strategies (such as commercial property, private equity, hedge funds, structured products and other specialist areas) may be included.

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Trustees' Report for the year ended 31st March 2016 (cont.)

Suitability

Our time horizon is for a minimum of five years, a moderate income requirement and a "medium" attitude to risk which can withstand some fluctuation in capital value and/or income. We accept that a significant fall in the value of the portfolio would have a small but acceptable impact on the financial objectives of the charity in the short term as long as we see a recovery. We appreciate that currency exposure may have an adverse impact on UK and overseas investment returns and currencies will not be hedged. The dealing frequency of some investments may also be limited at certain times.

Restrictions

The investments must be suitable for a Charity with no specific investment restrictions at this stage.

Reporting

The management of the portfolio is on a discretionary basis and our Investment consultants will provide regular reports incorporating a valuation with a measurement of the overall investment return which takes into account the change in value, income received and all capital and income cash movements. We will also include an overall performance benchmark, in this case the FTSE WMA Stock market Balanced Index.

Income

Any income is to be moved to capital for reinvestment until we notify otherwise.

Reserves policy

It is the long term intention of the Trustees to build up our unrestricted reserves so that they represent the equivalent of twelve months worth of running expenses (currently approximately £283,000). It is also the intention of the trustees to hold an additional sum, equivalent to three months worth of restricted expenditure, in unrestricted reserves; the total being £912,000. This is due to the nature of the funding of the majority of restricted projects, whereby notification of the continuation of funding is only received at very short notice.

The total of unrestricted reserves currently stands at £745,134 and it is the directors' intention to seek to increase these levels as soon as possible.

Plans for future periods

Strategy

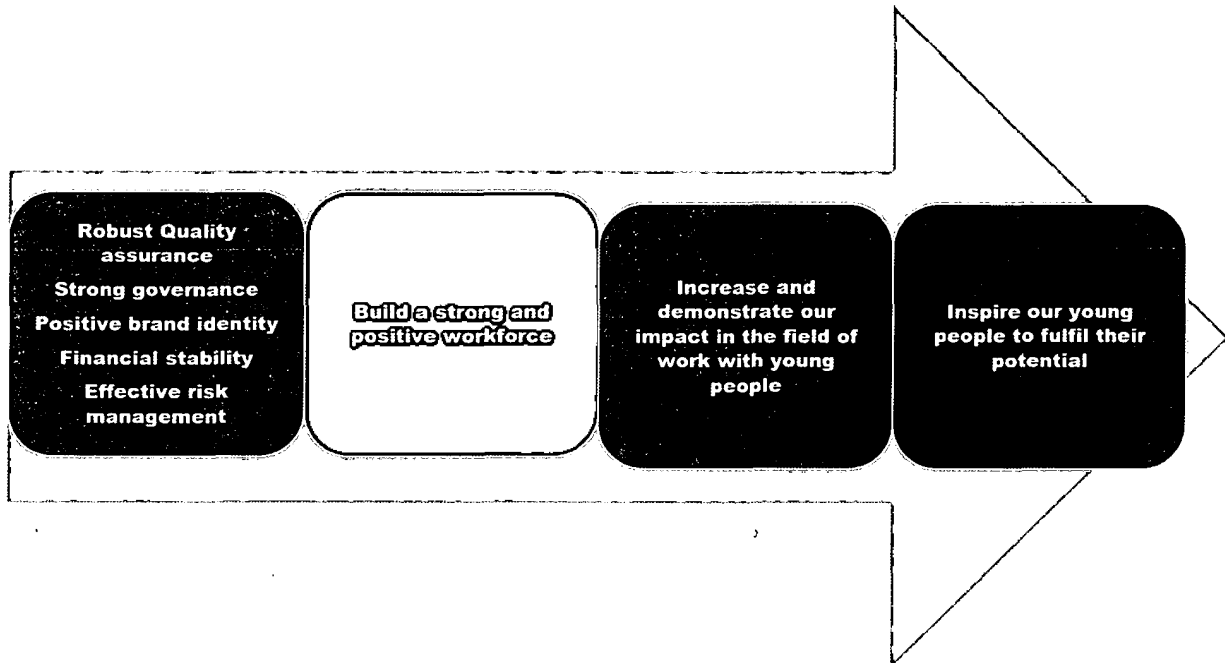
Merseyside Youth Association has a Business Plan for 2015-18, with an annual Action Plan.

The aim is to enable continued service delivery and financial stability within the context of the United Kingdom's exit for the European Union, the uncertain impact on the economy, continued cuts in public funding and increased competition between civil society organisations, the public and private sectors.

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Trustees' Report for the year ended 31st March 2016 (cont.)

Our work will be built on our robust internal processes, supporting a strong staff team to deliver effective and inspiring outcomes for young people:



Our work will support young people's Social Development Journey and will be:

- Driven by young people for young people
- Demand Led- real skills for real futures
- Motivational and inspiring
- Holistic and Multi-disciplinary
- Asset led -built on young people's skills, knowledge and interest

We will focus our delivery in the following areas:

**Skills development
and employability**

- Intensive mentoring
- Advice information and guidance
- SELF toolkit
- Holistic approach
- Personalised pathways

**Mental Health and
Emotional wellbeing**

- Therapeutic support including counselling
- Mental health promotion
- Tackling stigma
- Voice, platform, action
- Training and consultancy

**Social inclusion and
equalities work**

- Play and youth work
- Issue based group work
- Advocacy support
- Short breaks
- Residentials

**Merseyside Youth Association Limited
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Trustees' Report for the year ended 31st March 2016 (cont.)

**Creative personal
and social
development**

- **Group work support**
- **Peer support**
- **Performance**
- **Self expression**

**Community health
and sports
development**

- **Promoting positive healthy life styles
and public health messages**
- **Addressing risk**
- **Increasing participation in healthy
activities**
- **PULSE toolkit**
- **Supporting young people's access to
Health and sports hubs**

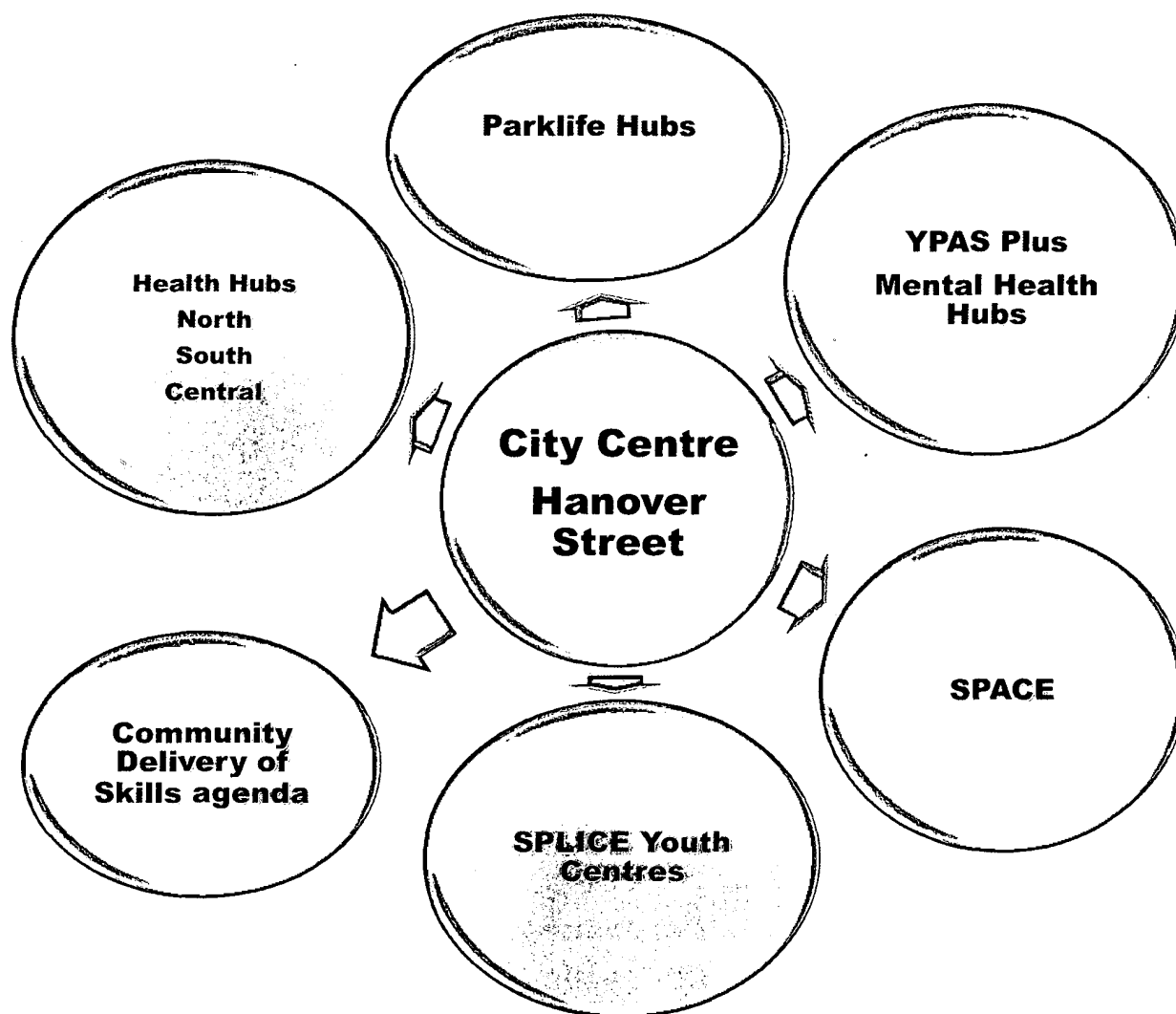
MYA also plans to further develop its impact in the following thematic areas:

- Youth participation including co-design of services
- Peer mentoring
- Building confidence and self esteem
- Raising aspiration
- Developing independence
- Campaigning and advocacy – a voice for young people and the youth sector
- Improved use of technology – internally and externally

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Trustees' Report for the year ended 31st March 2016 (cont.)

We plan to deliver our services from the following venues:



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Trustees' Report for the year ended 31st March 2016 (cont.)

We aim to develop this work by:

- Strategic work with Big Lottery- influencing further investment in successful models post 2018
- Devolution of skills agenda to Combined Authority –becoming integral to local offer working with hardest to reach so that we are commissioned to deliver across LCR
- Devolution creating additional opportunities across LCR - such as combined Children's Services
- Developing links with the Metro Mayor – building on existing positive relationships with local politicians
- Lobbying nationally for replacement funds for ESIF- either directly via DWP or devolved through LCR
- Working with Inclusive Growth Commission and City Wide Fairness Commission– lobbying for investment in people and place (role of Northern Powerhouse)
- Responding to new funding initiatives from government – Responding to political and departmental changes and preparing for new opportunities
- Continuing to grow income from facilities

Trustees' responsibilities in relation to the financial statements

Company and charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the group and its surplus or deficit for that year. In preparing those financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable Accounting Standards and Statements of Recommended Practice have been followed, subject to the 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 company will continue in business.

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

In accordance with company law, as the company's directors, we certify that:

- So far as we are aware, there is no relevant audit information (information needed by the charity's auditors in connection with preparing their report) of which the auditors are unaware; and

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Trustees' Report for the year ended 31st March 2016 (cont.)

- As the directors of the company, we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Auditor

In accordance with section 487(2) of the Companies Act 2006, Collins & Co. are deemed to be reappointed as auditor to the company for the ensuing year.

This report is prepared in accordance with the special provision of Part 15 of the Companies Act 2006 applicable to small companies.

This report was approved by the Board of Trustees on 22 November 2016 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'Gill Bainbridge', written in a cursive style.

**Ms Gill Bainbridge
Secretary**

**Merseyside Youth Association Limited
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**Independent Auditor's Report to the Members and Trustees of
Merseyside Youth Association Limited**

We have audited the financial statements of Merseyside Youth Association Limited for the year ended 31st March, 2016 which comprise the Consolidated Statement of Financial Activities and Group Income and Expenditure Account, the Group and Parent Charitable Company Balance Sheets and the related notes. 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 charity's members and trustees, as a body, in accordance with Section 495 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members and trustees, 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 charity, the charity's members and trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of trustees and auditors

As explained more fully in the Trustees' Responsibilities Statement (set out on page 16), the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed auditor under the Companies Act 2006 and section 144 of the Charities Act 2011 and report in accordance with 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 (APB's) Ethical Standard 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 charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees' Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on or materially inconsistent with the knowledge acquired by us in the course of performing the audit. 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 group's and the parent charitable company's affairs as at 31st March 2016, and of the group's 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 and the Charities Act 2011.

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**Independent Auditor's Report to the Members and Trustees of
Merseyside Youth Association Limited (cont.)**

Opinion on other matters prescribed by the Companies Act 2006

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

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 Act 2011 requires us to report to you if, in our opinion;

- The parent charitable company has not kept adequate and sufficient accounts records, or returns adequate for our audit have not been received from branches not visited by us; or
- The parent charitable company's 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
- The trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Trustees' Annual Report.

Paul Collins FCA

Senior Statutory Auditor for and on behalf of

Collins & Co.
Statutory Auditors and Chartered Accountants
Suite 13, Hattersley House
1 Hattersley Court
Off Burscough Road
Ormskirk L39 2AY

Date: 22/11/2016

Paul Collins FCA

Merseyside Youth Association Limited
(Limited by Guarantee)

**Consolidated Statement of Financial Activities including Income and
Expenditure Account for the year ended 31st March 2016**

		Unrestricted Funds	Restricted Funds	TOTAL FUNDS	
	Note	£	£	2016 £	2015 £
Income from:					
Donations and legacies	2	14,214	2,150	16,364	111,469
Other trading activities	3	121,500	72,986	194,486	193,280
Investments	4	6,839	-	6,839	3,293
Charitable activities	5	5,028	2,663,245	2,668,273	2,965,930
Total		147,581	2,738,381	2,885,962	3,273,972
Expenditure on:					
Raising funds	6	6,706	-	6,706	27,557
Charitable activities	7	156,386	2,513,620	2,670,006	2,499,383
Exceptional item:					
Increase/(decrease) in pension deficit		-	-	-	(23,110)
Total		163,092	2,513,620	2,676,712	2,503,830
Net (expenditure)/income before (losses)/gains on investments		(15,511)	224,761	209,250	770,142
Net (losses)/gains on investments	12	(9,538)	-	(9,538)	13,595
Net (expenditure)/income before transfers		(25,049)	224,761	199,712	783,737
Transfers between funds	17	(263)	263	-	-
Other recognised gains/(losses)					
Actuarial losses on defined benefit pension schemes		-	-	-	(100,200)
NET MOVEMENT IN FUNDS		(25,312)	225,024	199,712	683,537
RECONCILIATION OF FUNDS					
Total funds brought forward		770,446	1,796,105	2,566,551	1,883,014
Total funds carried forward		745,134	2,021,129	2,766,263	2,566,551

There have been no recognised gains or losses other than the net movement of funds for the above two years. The notes on pages 23 to 39 form part of these accounts.

Merseyside Youth Association Limited
(Limited by Guarantee)

Company Balance Sheet at 31st March, 2016

	Note	2016 £	2015 £
FIXED ASSETS			
Tangible fixed assets	11	2,377,044	2,433,124
Investment assets	12	250,624	254,843
		<u>2,627,668</u>	<u>2,687,967</u>
CURRENT ASSETS			
Debtors	13	327,183	277,902
Cash at bank and in hand		606,561	453,868
		<u>933,744</u>	<u>731,770</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	14	(479,312)	(846,373)
NET CURRENT ASSETS/(LIABILITIES)		<u>454,432</u>	<u>(114,603)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,082,100	2,573,364
CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR	15	(316,928)	(7,904)
NET ASSETS		<u>2,765,172</u>	<u>2,565,460</u>
THE FUNDS OF THE CHARITY	17		
Unrestricted		744,043	769,355
Restricted		2,021,129	1,796,105
		<u>2,765,172</u>	<u>2,565,460</u>

The notes on pages 23 to 39 form part of these accounts.


**Merseyside Youth Association Limited
(Limited by Guarantee)**


Group Balance Sheet at 31st March, 2016

	Note	2016 £	2015 £
FIXED ASSETS			
Tangible fixed assets	11	2,377,044	2,433,124
Investment assets	12	250,619	254,838
		<u>2,627,663</u>	<u>2,687,962</u>
CURRENT ASSETS			
Debtors	13	323,086	273,599
Cash at bank and in hand		612,716	460,222
		<u>935,802</u>	<u>733,821</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	14	(480,274)	(847,328)
NET CURRENT ASSETS/(LIABILITIES)		<u>455,528</u>	<u>(113,507)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,083,191	2,574,455
CREDITORS: AMOUNTS FALLING DUE AFTER ONE YEAR	15	(316,928)	(7,904)
NET ASSETS		<u>2,766,263</u>	<u>2,566,551</u>
THE FUNDS OF THE GROUP	17		
Unrestricted -			
Retained within the company		744,043	769,355
Retained within a non-charitable subsidiary		1,091	1,091
		<u>745,134</u>	<u>770,446</u>
Restricted		2,021,129	1,796,105
		<u>2,766,263</u>	<u>2,566,551</u>

The financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Board of Trustees on 22 November 2016 and signed on its behalf by:


.....
A. Gibbons


.....
J. C. Lewys-Lloyd

Company Registration Number: 1843226

The notes on pages 23 to 39 form part of these accounts.

**Merseyside Youth Association Limited
(Limited by Guarantee)**

**Notes to the Financial Statements
for the year ended 31st March 2016**

1 Accounting policies

The financial statements have been prepared under the historical cost convention except for the valuation of investment assets, which are shown at market value. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006. The results for the subsidiary company have been consolidated with the parent charity and shown separately in the notes to the accounts. The balance sheet is consolidated on a line-by-line basis.

The company has taken advantage of the exemption in FRS 102 from the requirements to prepare a cash flow statement on the grounds that it is a small company.

Funds

General funds represent the funds of the charity that are not subject to any restrictions regarding their use and are available on the general purposes of the charity. Funds designated for a particular purpose by the trustees are also unrestricted.

Restricted funds are also subject to specific conditions imposed by the donors or through the terms of an appeal.

Transfers of income are made to recognise the release of restricted funds or to meet expenditure not covered by restricted income.

The accounts include all transactions, assets and liabilities for which the charity is held responsible in law. They do not include the accounts of groups that owe their main affiliation to another body.

The accounts include internal recharges of costs to projects, which are accounted for on a "line by line basis" in order to show the actual "true costs" of running the projects.

Turnover

Turnover comprises the amounts receivable in respect of grants, donations, subscriptions and the sale of services.

Income

Donations and legacies

Voluntary income received by way of grants, donations and gifts is included in the Statement of Financial Activities in the year in which it is receivable by or on behalf of the charity. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

The charity received substantial amounts of voluntary help from its supporters, but no attempt is made to place a financial value on these services and they have not been included.

Other income

Rental income from the letting of the charity's premises is recognised when the rental is due.

Investments Dividends and interest are accounted for when due and payable. Interest entitlements are accounted for as they accrue. Tax recoverable on such income is recognised in the same accounting period.

**Merseyside Youth Association Limited
(Limited by Guarantee)**

**Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)**

Gains and losses on investments

Realised gains or losses are recognised when investments are sold. Unrealised gains or losses are accounted for on revaluation of investments at 31st March.

Expenditure

Grants and donations are accounted for when paid over, or when awarded, if that award creates a binding obligation to the charity.

Raising funds

All expenses relating to fundraising, publicity, public relations and investment management charges are charged to this heading.

Charitable activities

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

Irrecoverable VAT

All resources expended are classified under activity headings that aggregate all costs related to the category. Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

Leasing

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the income and expenditure account so as to produce constant period rates of change on the net obligations outstanding in each period.

Rental payments under operating leases are charged against income on a straight-line basis over the lease term.

Tangible fixed assets and depreciation

Fixed assets are included at cost, except where the cost figure is not available. In such instances, valuations have been used (following the introduction of the SORP 2005).

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Freehold leasehold land and buildings	-	2% on cost (or valuation)
Long leasehold land and buildings	-	Amortised over a maximum of 50 years
Short leasehold and buildings	-	Amortised over the period of the lease
Fixtures & fittings	-	10% on cost
ICT equipment, including computers	-	33.33% on cost
Motor vehicles	-	25% on written down value

**Merseyside Youth Association Limited
(Limited by Guarantee)**

**Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)**

All equipment, fixtures and fittings with an original cost of less than £5,000 are written off in the year in which the expenditure was incurred on the basis that due to the nature of the company's activities, there is no expectation that the cost of the assets will be recovered in the way of future revenues.

Investment Assets

Investments are valued at closing prices, as advised by the investment manager.

Current Assets

Amounts owing to the charity at 31st March in respect of fees, rents or other income are shown as debtors less provision for amounts that may prove uncollectable.

Short term deposits include cash held on deposit at the bank.

Contingent Liabilities and Provisions

In accordance with the SORP, a contingent liability is disclosed for those grants, which do not represent liabilities, where the possible obligation, which arises from past events, will only be confirmed by the occurrence of one or more uncertain future events not wholly within the trustees' control. Provisions are recognised for those grants where there is uncertainty as to the timing or amount, and any uncertainty regarding the amount is more than one of determining a basis for reasonable estimation of the liability arising from that constructive obligation.

Charitable status and taxation

As a registered charity, the company benefits from rates relief and is generally exempt from income tax and corporation tax. The charity is not registered for value added tax.

Basis of consolidation

The consolidated accounts have been prepared to include the results of the subsidiary on a line by line basis except that the incoming resources and resources expended have been consolidated as a single line entry, as the results of the subsidiary are not material to the group as a whole.

Merseyside Youth Association Limited
(Limited by Guarantee)

Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)

	Unrestricted Funds £	Restricted Funds £	TOTAL FUNDS	
			2016 £	2015 £
2 Donations and legacies				
Donations	13,714	2,150	15,864	13,712
Legacies	500	-	500	97,757
	<u>14,214</u>	<u>2,150</u>	<u>16,364</u>	<u>111,469</u>
3 Other trading activities				
Hire of facilities	101,651	72,986	174,637	139,424
Income from fundraising events	56	-	56	30,039
Insurance recharges	13,015	-	13,015	14,057
Photocopying Income	546	-	546	537
Trading subsidiary income	6,232	-	6,232	9,223
	<u>121,500</u>	<u>72,986</u>	<u>194,486</u>	<u>193,280</u>
4 Income from investments				
Interest on cash deposits	2	-	2	8
Interest on cash within investments	20	-	20	17
Dividend income	6,817	-	6,817	3,268
	<u>6,839</u>	<u>-</u>	<u>6,839</u>	<u>3,293</u>
5 Income from charitable activities				
Grants:				
Ambition UK	-	-	-	16,000
BBC Children in Need	-	-	-	9,725
Big Lottery Fund Grant – Talent Match	-	1,234,024	1,234,024	1,255,706
Big Lottery Fund Grant – Disability & Inclusion Project	-	70,208	70,208	104,785
Brighter Sounds	-	-	-	2,295
European Social Fund	-	161,756	161,756	-
Impact	-	-	-	600
IYPS	-	49,500	49,500	120,511
Knowsley MBC	-	117,174	117,174	84,958
Liverpool CC Children's Services	-	13,368	13,368	11,802
Liverpool CC Sports & Recreation	-	185,016	185,016	200,250
Liverpool CC - CAMHS	-	251,667	251,667	126,060
Liverpool CC – Counselling Services	-	100,000	100,000	100,000
Liverpool CCG (formerly NHS Merseyside)	-	265,737	265,737	80,035
Liverpool John Moores University	-	560	560	1,120
Liverpool Mutual Homes	-	-	-	2,000
May Logan Centre	-	21,829	21,829	11,030
National Youth Agency	-	-	-	4,000
Plus Dane Housing	-	-	-	1,000
Sefton CVS	-	3,000	3,000	-
Sefton MBC Children's Services	-	51,500	51,500	59,450
Sefton Supported People	-	10,285	10,285	51,033
Sefton MBC – the Hub	-	-	-	13,123
Sports England	-	(1,253)	(1,253)	9,323
c/fwd	<u>-</u>	<u>2,534,371</u>	<u>2,534,371</u>	<u>2,264,806</u>

Merseyside Youth Association Limited
(Limited by Guarantee)

Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)

	Unrestricted Funds £	Restricted Funds £	TOTAL FUNDS	
			2016 £	2015 £
5 Income from charitable activities (cont.)				
b/fwd	-	2,534,371	2,534,371	2,264,806
Grants:				
UK Youth	-	750	750	2,000
Youth Music	-	50,000	50,000	45,833
Misc Grants	-	2,600	2,600	125
Programme income	-	6,844	6,844	11,688
Project sales income	-	26,435	26,435	10,301
Schools' income	-	-	-	840
Other income	5,028	9,774	14,802	13,378
Grants received for building	-	32,471	32,471	616,959
	<u>5,028</u>	<u>2,663,245</u>	<u>2,668,273</u>	<u>2,965,930</u>
6 Expenditure on raising funds				
Fundraising costs	216	-	216	20,786
Investment management costs	4,040	-	4,040	2,149
Trading subsidiary expenditure	2,450	-	2,450	4,622
	<u>6,706</u>	<u>-</u>	<u>6,706</u>	<u>27,557</u>
7 Expenditure on charitable activities				
Wages and salaries	196,011	928,599	1,124,610	1,040,909
Staff pension costs	8,183	17,968	26,151	90,240
Compensation for loss of office	-	2,573	2,573	22,463
Staff training/health & safety	(6,966)	25,218	18,252	7,058
Charity building costs				
Rent & Rates	(38,576)	71,091	32,515	27,395
Insurance	21,223	44,161	65,384	59,980
Light and heat	15,529	30,040	45,569	48,189
Cleaning and laundry	13,686	19,516	33,202	27,800
Repairs and maintenance	36,041	48,147	84,188	84,590
Accountancy	35,031	11,067	46,098	34,868
Advertising	-	3,420	3,420	5,519
Auditors' remuneration	10,900	-	10,900	10,230
Bad debts	4,746	170	4,916	-
Bank charges	4,590	-	4,590	2,140
Computer costs	13,191	7,181	20,372	21,198
Consultancy fees	532	5,207	5,739	6,227
ESF indirect overhead	(31,073)	31,073	-	-
c/fwd	<u>283,048</u>	<u>1,245,431</u>	<u>1,528,479</u>	<u>1,488,806</u>

Merseyside Youth Association Limited
(Limited by Guarantee)

Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)

	Unrestricted Funds £	Restricted Funds £	TOTAL FUNDS	
			2016 £	2015 £
7 Charitable activities (cont.)				
b/fwd	283,048	1,245,431	1,528,479	1,488,806
Equipment and resources	1,961	16,439	18,400	30,326
External supervision/support	-	3,658	3,658	2,812
Fees and subscriptions	950	616	1,566	1,787
Foodbank costs	-	1,330	1,330	-
Hire of equipment	25,129	6,256	31,385	37,546
HP interest	-	694	694	780
Interest paid	5,811	-	5,811	-
IT support charges	(19,892)	19,892	-	-
Legal and professional costs	20,786	6,500	27,286	22,869
Management support fee	(1,867)	1,867	-	-
Printing, postage & stationery	(404)	13,272	12,868	12,835
Project start up costs	(2,600)	2,600	-	-
Programme expenses	(14,707)	156,510	141,803	133,836
Support services/other charges	(123,679)	123,679	-	-
Talent Match costs:				
- Management support fee	(95,400)	95,400	-	-
- Programme expenses	(3,230)	759,454	756,224	649,529
Telephone	(7,087)	36,155	29,068	26,026
Travel and motor expenses	372	19,554	19,926	16,863
Volunteers	-	108	108	444
Depreciation	85,695	-	85,695	48,994
Profit on sale of fixed assets	-	-	-	-
Sundries	1,500	4,205	5,705	6,330
Pension finance costs	-	-	-	19,600
	<u>156,386</u>	<u>2,513,620</u>	<u>2,670,006</u>	<u>2,499,383</u>

8 Net (expenditure)/income	2016	2015
	£	£
Net (expenditure)/income is stated after charging:		
Depreciation of tangible fixed assets	85,695	48,994
Staff costs (see note 9)	1,150,761	1,153,612
Accountancy	46,098	34,868
Auditors' Remuneration	10,900	10,230

The auditor's remuneration of £10,900 (2015: £10,230) relates solely to the audit.

**Merseyside Youth Association Limited
(Limited by Guarantee)**

**Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)**

9 Staff Costs

	2016	2015
	£	£
Wages and Salaries	1,039,428	985,190
Social Security Costs	87,755	78,182
Pension Costs	26,151	90,240
	<u>1,153,334</u>	<u>1,153,612</u>

The average number of full-time equivalent employees (including casual and part-time staff) employed by the company during the year was as follows:

	2016	2015
	£	£
Administration	6	7
Finance	2	2
Projects, activities and sessions	29	30
	<u>37</u>	<u>39</u>

During the year the charity employed members of staff as detailed above, none (2015: None) of whom earned more than £60,000 p.a. The trustees received no remuneration (2015: £Nil) during the year. A total of £438 (2015: £424) was paid by the company for Trustee Indemnity Insurance during the year. There were no other discloseable transactions in respect of trustees or persons closely connected with them.

10 Pensions

The company operates a defined benefit scheme in respect of certain employees and ex-employees. The scheme and assets are held by independent managers in a multi-employer scheme. The pension scheme charge represents contributions due from the company amounting to £26,151 (2015: £90,240). The 2015 charge included costs totalling £56,220 in connection with redundancy.

Merseyside Youth Association Limited
(Limited by Guarantee)

Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)

11 Tangible Fixed Assets

	Freehold land & buildings £	Long leasehold property £	Fixtures fittings & equipment £	Motor vehicles £	Total £
<u>Parent Company and Group</u>					
COST OR VALUATION					
At 1st April 2015	12,000	3,023,394	80,648	39,230	3,155,272
Additions	-	28,787	828	-	29,615
Disposals	-	-	-	-	-
At 31st March, 2016	<u>12,000</u>	<u>3,052,181</u>	<u>81,476</u>	<u>39,230</u>	<u>3,184,887</u>
DEPRECIATION					
At 1st April 2015	6,720	662,163	35,595	17,670	722,148
Charge for the year	240	71,917	8,148	5,390	85,695
Depreciation on disposals	-	-	-	-	-
At 31st March, 2016	<u>6,960</u>	<u>734,080</u>	<u>43,743</u>	<u>23,060</u>	<u>807,843</u>
NET BOOK VALUE					
At 31st March, 2016	<u>5,040</u>	<u>2,318,101</u>	<u>37,733</u>	<u>16,170</u>	<u>2,377,044</u>
At 31st March, 2015	<u>5,520</u>	<u>2,361,231</u>	<u>45,053</u>	<u>21,560</u>	<u>2,433,124</u>

The freehold and leasehold buildings consist of various youth club premises throughout Merseyside (which are held on behalf of those clubs) and a sports Playing Field, together with the company's head office building in Liverpool. The fixtures and fittings consist of the telephone system, various chairs/tables, computer equipment and fencing at the Playing Field site.

Long leasehold property includes £Nil (2015: £Nil) in respect of assets under construction.

Certain of the buildings are bound by restrictive covenants which provide that they may only be used as youth clubs.

The company's freehold land and buildings were revalued on an open market basis in 1987 by Messrs Edmund Kirby (Chartered Surveyors).

The company's long term leasehold land and buildings were similarly revalued by the directors in 1987. A long term leasehold property which was purchased in 1987 via a 100% grant, was revalued in 1997 by the directors.

The motor vehicles consist of various tractors and other vehicles used in connection with the Playing Fields.

Included in fixed assets is £12,825 (2015: £17,100) in respect of assets purchased under finance leases.

Merseyside Youth Association Limited
(Limited by Guarantee)

Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)

12 Investment assets

	2016 £	2015 £
Investment in subsidiary undertakings	5	5
Listed investments	240,298	241,176
Cash held by investment managers	10,321	13,662
	<u>250,624</u>	<u>254,843</u>

Investment in subsidiary undertakings:

	2016 £	2015 £
Cost		
At 1 April 2014 and 31 March 2015	<u>5</u>	<u>5</u>

The investments held at the year end, and the percentage shareholding, are as follows:

<u>Name</u>	<u>Company No.</u>	<u>Incorporated in</u>	2016	2015
MYA Youth Limited	474797	England & Wales	100%	100%

It is the intention that the trading company donates its profits to the charity on a regular basis

The profit and loss account of the trading company for the year ended 31st March, 2016 was as follows:

	2016 £	2015 £
Turnover	6,232	9,223
Cost of sales	(876)	(3,377)
Gross profit	5,346	5,846
Administrative expenses	(1,574)	(1,245)
Donation to parent company	(3,782)	(4,601)
Operating loss	-	-
Tax on loss on ordinary activities	-	-
Loss on ordinary activities after taxation	-	-
Retained profit brought forward	1,091	1,091
Retained profit carried forward	<u>1,091</u>	<u>1,091</u>

Listed investments and cash:

	Opening value £	Purchases £	Disposals £	Change in market value £	Closing value £
Listed investments	241,176	74,973	(66,313)	(9,538)	240,298
Cash	13,662				10,321
	<u>254,838</u>				<u>250,619</u>

13 Debtors

	2016 £	2015 £
<u>Parent Company</u>		
Trade Debtors	76,028	52,813
Prepayments and accrued income	242,433	200,085
Amounts owed by subsidiary undertaking	4,849	6,356
Other debtors	3,873	18,648
	<u>327,183</u>	<u>277,902</u>

Merseyside Youth Association Limited
(Limited by Guarantee)

Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)

13 Debtors (continued)	2016	2015
	£	£
<u>Group</u>		
Trade debtors	76,780	54,866
Prepayments and accrued income	242,433	200,085
Other debtors	3,873	18,648
	<u>323,086</u>	<u>273,599</u>
14 Creditors: Amounts falling due within one year	2016	2015
	£	£
<u>Parent Company</u>		
Trade creditors	151,052	210,375
Bank loan	33,178	-
Amounts due under finance leases	3,651	3,386
Accruals and deferred income	260,623	303,997
Taxation and social security	27,744	20,998
Other creditors	3,064	2,727
Pension scheme deficit	-	304,890
	<u>479,312</u>	<u>846,373</u>
<u>Group</u>		
Trade creditors	151,052	210,406
Bank loan	33,178	-
Amounts due under finance leases	3,651	3,386
Accruals and deferred income	261,585	304,921
Taxation and social security	27,744	20,998
Other creditors	3,064	2,727
Pension scheme deficit	-	304,890
	<u>480,274</u>	<u>847,328</u>

The bank borrowings from HSBC plc are secured by a first legal charge dated 7th January 2002, over the company's long leasehold property (Abney Building), and a debenture dated 29th September 2000 over the company's present freehold and leasehold properties, a first legal charge over the book and other debtors, chattels, goodwill and uncalled capital both present & future, and a first floating charge over all the assets of the undertaking both present and future.

Deferred income represents monies received on restricted funds, for which the appropriate expenditure will be incurred at a date after the year end. It includes the following amounts, funded by Big Lottery Fund:

Talent Match – deferred income from last financial year	107,850	134,116
Talent Match – funds received	1,249,680	1,206,140
Talent Match – accrued income carried forward	-	23,300
Talent Match – recognised this financial year	(1,234,024)	(1,255,706)
Talent Match – deferred income carried forward	<u>123,506</u>	<u>107,850</u>
Disability and Inclusion – funds received	70,108	104,785
Disability and Inclusion – recognised this financial year	(70,108)	(104,785)
Disability and Inclusion – deferred income carried forward	<u>-</u>	<u>-</u>

Merseyside Youth Association Limited
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Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)

15 Creditors: amounts falling due after one year

	2016 £	2015 £
<u>Group and parent company</u>		
Bank loan	312,675	-
Amounts due under finance lease	4,253	7,904
	<u>316,928</u>	<u>7,904</u>

16 Analysis of Net Assets by Fund

	Unrestricted Funds £	Restricted Funds £	Total £
Fixed Assets	1,216,908	1,410,755	2,627,663
Current Assets	146,329	789,473	935,802
Current Liabilities	(301,175)	(179,099)	(480,274)
Creditors: amounts due after more than 1 year	(316,928)	-	(316,928)
Fund Balance	<u>745,134</u>	<u>2,021,129</u>	<u>2,766,263</u>

17 Movement on funds

	At 1st April, 2015 £	Incoming Resources (inc gains) £	Outgoing Resources £	Transfers £	At 31 st March 2016 £
<u>Unrestricted funds</u>					
<u>General unrestricted funds</u>					
General Fund	(381,974)	570,520	(515,611)	(22,126)	(349,191)
<u>Designated unrestricted capital reserves</u>					
Headquarters	333,788	-	(33,500)	(2,856)	297,432
Playing Fields	29,092	-	(7,843)	-	21,249
SPACE Project	2,397	-	(2,100)	-	297
Starting Point	689,563	-	(42,252)	-	647,311
	<u>1,054,840</u>	<u>-</u>	<u>(85,695)</u>	<u>(2,856)</u>	<u>966,289</u>
<u>Designated unrestricted funds</u>					
ASC Choices	-	-	-	5,931	5,931
Choices Knowsley	4,644	-	-	9,163	13,807
Disability	27,871	-	-	(5,639)	22,232
Healthline	8,528	-	-	13,603	22,131
Hearty Lives	3,847	-	-	2,942	6,789
Mental Health Promotion Project	16,002	-	-	-	16,002
MYA Noise	8,025	-	-	(55)	7,970
MYA Youth Sports	6,710	-	-	(6,710)	-
SPACE Project	12,259	-	-	11,899	24,158
Staff Fitness project	-	-	-	12	12
Voices in Partnership	8,603	-	-	(3,690)	4,913
Gordon Youth Centre	-	19,770	(14,033)	(2,737)	3,000
Trading subsidiary - MYA Youth Limited	1,091	6,232	(6,232)	-	1,091
	<u>97,580</u>	<u>26,002</u>	<u>(20,265)</u>	<u>24,719</u>	<u>128,036</u>
Total unrestricted funds	<u>770,446</u>	<u>596,522</u>	<u>(621,571)</u>	<u>(263)</u>	<u>745,134</u>

Merseyside Youth Association Limited
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Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)

17 Movement on funds
(cont.)

	At 1st April, 2015 £	Incoming Resources (inc gains) £	Outgoing Resources £	Transfers £	At 31st March 2016 £
<u>Restricted funds</u>					
ASC Choices	-	35,461	(29,530)	(5,931)	-
CAMHS Marketing	-	110,000	(6,858)	-	103,142
Choices Knowsley	-	86,273	(77,110)	(9,163)	-
Disability	-	58,835	(64,474)	5,639	-
Disability & Inclusion	42,701	70,208	(113,090)	181	-
Headquarters – Capital reserve	616,959	32,471	-	-	649,430
Healthline	-	109,526	(95,923)	(13,603)	-
Hearty Lives	-	5,118	(2,176)	(2,942)	-
Mental Health Promotion Project	-	249,181	(126,678)	-	122,503
MYA Noise	-	62,062	(62,117)	55	-
MYA Youth Sports	-	20,013	(27,205)	7,192	-
New 408 for Young People	-	10,285	(24,261)	13,976	-
OKUK	-	150,000	(96,290)	(3,710)	50,000
Playing Fields	-	230,273	(247,063)	16,790	-
SPACE Project	-	85,481	(73,582)	(11,899)	-
Staff Fitness project	-	2,544	(2,532)	(12)	-
Starting Point - Capital reserve	761,325	-	-	-	761,325
Step Up Fund	2,665	-	(171)	-	2,494
Talent Match	372,455	1,235,479	(1,321,279)	-	286,655
Talent Match Plus	-	161,756	(116,176)	-	45,580
Voices in Partnership	-	36,474	(40,164)	3,690	-
Total restricted funds	<u>1,796,105</u>	<u>2,751,440</u>	<u>(2,526,679)</u>	<u>263</u>	<u>2,021,129</u>
 Total funds	 <u>2,566,551</u>	 <u>3,347,962</u>	 <u>(3,148,250)</u>	 <u>-</u>	 <u>2,766,263</u>

**Merseyside Youth Association Limited
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**Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)**

17 Movement on funds (cont.)

Name of fund	Description, nature and purposes of the fund
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Unrestricted funds

General fund	Any monies not included in any other fund.
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Designated unrestricted capital reserves

The following funds were designated to be equal to the amount of the net book value of the fixed assets held in these projects at the year end:

Headquarters
Playing Fields
SPACE Project

Starting Point	This fund was designated to be equal to the amount of the net book value of the fixed assets held in this project at the year end, excluding the value of the assets held within the restricted fund.
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Designated unrestricted funds

The following funds were designated by the trustees following the success of the projects to allocate additional resources to enable further related work to be performed in future periods:

ASC Choices
Disability
Healthline
SPACE Project

Hearty Lives
Staff Fitness Project
Mental Health Promotion Project
Voices in Partnership
Choices Knowsley

MYA Noise Gordon Youth Centre	This is a community based youth centre providing personal and social development opportunities for young people in Netherton.
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Trading subsidiary – MYA Youth Limited	This represents the accumulated profits of the subsidiary company still retained within the subsidiary company.
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**Merseyside Youth Association Limited
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**Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)**

Restricted funds

ASC Choices	This project, funded through Knowsley Council, works specifically with young people aged 10-16 who access/have accessed mainstream schools but do not access other services and are on the Autistic Spectrum.
Playing Fields	Three playing fields of over 100 acres of land provide young people with access to open spaces and a range of sporting activities including Junior Football Leagues, cricket and athletics.
Big Lottery Fund: Talent Match	Intensive Mentoring Programme for young people aged 18-24 who have been out of the labour market for over 12 months.
Big Lottery Fund: Disability & Inclusion	This project aims to increase participation of disabled children and young people in play and youth facilities across Merseyside and reduce Isolation in their local communities.
ESF and YEI: Talent Match Plus	Funded by the European Social Fund and Youth Employment Initiative, this project works with young people aged 15-29 from across LCR who are furthest away from the labour market. Innovative interventions through Intensive Mentoring and individualised career coaching develop a unique, person centred pathway of support to progress them into education, employment or training
Disability	Provides one to one support, group work, advice and information to young people who are disabled to enable their full inclusion into mainstream services.
Healthline	Provides health education programmes aimed at enhancing young people's knowledge, confidence and skills to lead.
New 408 for Young People	This project provides an open access drop in centre, which includes: information and advice, group work, one to one support and therapeutic counselling. Specific support is available for young people leaving care and those in housing need.
SPACE Project	Youth Arts venue, with 200 seater theatre space, rehearsal space, recording studio and editing equipment. Art-based workshops are on offer and facilities are available for hire.
Starting Point – Capital reserve	This fund was set up to be equal to the amount of the contingent liabilities remaining in place in connection with the Starting Point Building Project.
OKUK	Provides therapeutic counselling for young people affected by drugs and alcohol including children of drug using parents.
Step Up Fund	The Step Up Fund is a small fund established through a legacy from Mrs Stella Warren. The fund is designed to help unemployed young people within MYA projects to access training or education by helping with course fees, travel costs, childcare etc. Awards of up to £350 are available (in exceptional circumstances awards of £500 may be made).

**Merseyside Youth Association Limited
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**Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)**

Staff Fitness Project	This initiative is funded through Sport England and the overall aim of the project is to increase the fitness levels of MYA's team, to reduce stress and improve overall health and ability to combat illness.
Mental Health Promotion Project	This project delivers mental health awareness training to all professionals working with children and young people.
Voices in Partnership	This project is funded through the CAMHS and Extended Schools, and seeks to engage with services to support them in developing a culture of participation within their service.
Choices Knowsley	This project aims to provide outreach youth work in the Penny Lane area of Liverpool.
MYA Noise	The project aims to aid the personal and social development of young people through music, to provide a safe and friendly environment for young people to explore their musical talents and to build musical, personal and transferrable work-based skills.
MYA Youth Sports	Our Youth Sports project provides quality multi-sporting activities across the city for young people of all abilities. Our programme is set up in delivery venues within communities where need is identified.

18 Transfers between funds

Certain transfers between different funds relate to adjustments necessary due to insufficient funding being received for some restricted projects, in respect of which £31,405 (2015: £81,904) has been transferred from unrestricted funds to cover this shortfall), including any adjustments necessary following the ending of certain projects.

In addition, twelve (2015: thirteen) projects had incurred surpluses – the relevant funders have no intention of seeking repayment of these amounts. Following the success of such projects, the directors have made transfers to designated (unrestricted) funds to enable further related work to be performed in future periods. During the current year, the directors have made a net transfer to designated funds totalling £27,456 (2015: £96,490) to enable further related work on these projects to be performed. In addition, the directors have made further transfers to unrestricted funds in respect of projects that have incurred surpluses totalling £6,447 (2015: £28,306) and a transfer of £2,856 from (2015: £340,983 to) unrestricted capital reserves.

19 Taxation

As a charity, Merseyside Youth Association Limited is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

Merseyside Youth Association Limited
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Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)

20 Contingent liabilities

The company had the following contingent liabilities at 31st March, 2016 and at 31st March 2015:

- As part of the fundraising process for the Starting Point Building Project, a grant of £450,000 was received from Community Fund. One of the conditions of this grant is that if the organisation ceases to operate, or if it is found not to be taking positive steps to ensure equal opportunities in its own employment practices and delivery of access and services, then some or all of the grant may be repayable at the donor's discretion. The directors are of the opinion that this condition applies until 2017.
- As part of the fundraising process for the Starting Point Building Project, a grant of £311,325 was received from Rope Walks Partnership. One of the conditions of this grant is that if the building is used for purposes other than those specified in the application, or is sold, then some or all of the grant may be repayable at the donor's discretion. This condition applies until 2021.
- A condition of receipt of grant from the Football Foundation for the Jeffrey Humble building is that the organisation may not transfer, sell, lease, licence or otherwise dispose of all or part of the building for the duration of a clawback period, which runs for a period of 21 years from the date of receipt of the grant. Further, the purpose for which the building is used shall not be changed during the clawback period without the consent of the Football Foundation. This condition applies until 2034 and if the conditions are breached, the Football Foundation reserves the right to receive repayment of the grant, a sum equivalent to the grant increased by RPI or such other sum as the Football Foundation deems appropriate. Liverpool City Council is listed as a joint grant holder and is therefore jointly responsible for this liability.

21 Financial commitments

The company had annual commitments under non-cancellable operating leases at 31st March, 2016 as follows:

	Land and Buildings		Other	
	2016	2015	2016	2015
	£	£	£	£
Expiry date:				
Within one year	-	-	-	-
Between one and five years	-	-	26,593	26,593
	<u>-</u>	<u>-</u>	<u>26,593</u>	<u>26,593</u>

22 Capital commitments

At 31st March, 2016, capital commitments authorised by the directors but not contracted for amounted to £Nil (2015: £Nil).

**Merseyside Youth Association Limited
(Limited by Guarantee)**

**Notes to the Financial Statements
for the year ended 31st March 2016 (cont.)**

23 *Members' liability*

The company is limited by guarantee, and, in the event of the winding up of the company, the liability of each member (including those members who have served within the previous twelve months) is limited to a contribution of £1 towards the cost of dissolution and the liabilities incurred by the charity while the contributor was a member.

24 *Related party transactions*

During the year, the Charity purchased architectural services costing £1,050 including VAT (2015: £9,450) from The Owen Ellis Partnership Limited, a company in which the director, Nick Ellis, is a director. At the balance sheet date, £45 was due to The Owen Ellis Partnership Limited (2015: £Nil).

During the year, the Charity charged £2,743 to Central Youth Centre in respect of insurance paid for by the Charity on their behalf and £3,223 was due to the Charity at the balance sheet date.. The Director, Tim Timotheou is also a director of Central Youth Centre.

During the year, the Charity received a donation of £3,782, and purchased services costing £3,014, from the subsidiary company, MYA Youth Limited. Balances due from group companies are shown in Note 14 of the financial statements.