

Charity Registration number: 700738  
Company Registration number: 1843226

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

**Trustees' Report and Financial Statements  
for the year ended 31<sup>st</sup> March 2014**

TUESDAY



\*A3NTNR3L\*

A25

30/12/2014

#327

COMPANIES HOUSE

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

**Contents**

	<b>Page</b>
Legal and Administrative Information	2-3
Directors' and Trustees' Report	4-14
Independent Auditor's Report	15-16
Consolidated Statement of Financial Activities and Income and Expenditure Account	17
Company Balance Sheet	18
Group Balance Sheet	19
Notes to the Financial Statements	20-37

**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 H. A. Berg (resigned 30 September 2013)  
Ms D. Cooke  
R. T. Dears  
N.H. Ellis  
R. Fitzsimmons (appointed 29 April 2014)  
A. Gibbons (Chairperson)  
V. Grigorjevaite (appointed 29 April 2014)  
J. C. Lewys-Lloyd (Treasurer)  
D. R. Swaffield

Company Secretary: Ms G. Bainbridge

Chief Executive: Ms G. Bainbridge

Accountants: Sloan Accountants Limited  
(formerly RSS Consulting)  
2 Ash Lawns  
Bolton  
BL1 4PD

Auditors: 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  
(Limited by Guarantee)**

**Trustees' Report for the year ended 31<sup>st</sup> March 2014**

The trustees present their annual report and the financial statements for the parent charity and its subsidiary undertakings for the year ended 31<sup>st</sup> March 2014.

**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 H. A. Berg                      (resigned 30 September 2013)  
Ms D. Cooke  
R. T. Dears  
N. H. Ellis  
A. Gibbons  
J. C. Lewys-Lloyd  
D. R. Swaffield

R T Dears and D R Swaffield 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 23<sup>rd</sup> 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  
(Limited by Guarantee)**

**Trustees' Report for the year ended 31<sup>st</sup> March 2014 (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.

**Related parties**

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 Every Child Matters Forum in Sefton.

The charity is also a member of the North West Youth co-operative 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 Liverpool City Region, including Children's Services (Liverpool's Children's Trust and sub groups including Healthy Lives and Early Help sub groups), Public Health (including substance misuse) and Liverpool Clinical Commissioning Group.

It has strategic links with the CAMHS (both the Strategic partnership and Operational delivery group) and has been central to the facilitation of BOND (Better Outcomes, New Delivery) initiated in the Liverpool City Region. It is a member of the Greater Merseyside Change Up consortium for infrastructure support providers and is a partner in LCVS's Transforming Local Infrastructure Partnership.

Young Addaction are a tenant of MYA and have their office base and deliver their direct work with young people from our city centre base.

It has funding relationships with Liverpool City Council via the Integrated Youth Play Service (IYPS), Child and Adolescent Mental Health Service (CAMHS) and until July 13, Alternative Provision. It also has a strategic and funding relationship with the Sport and Recreation Service.

It has a funding relationship with Knowsley MBC, Sefton Council ( Youth Service and Supporting People), Big Lottery Fund (Reaching Communities and Talent Match), Liverpool Clinical Commissioning Group, Ambition, Cobalt Housing, Community Development Foundation, National Youth Agency, UK Youth, Landaid, Children in Need, Football Foundation, National Foundation for Youth Music, Brighter Sounds, Hemby Charitable Trust, Sport England, The Football Foundation, May Logan, Liverpool Hope University, Liverpool John Moores University, Liverpool Mutual Homes, LHT Group Ltd, Beech Housing Association, Riverside Housing, Plus Dane Housing and Impact.

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

**Trustees' Report for the year ended 31<sup>st</sup> March 2014 (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 undertake 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 delivered this year including risk assessment, first aid and fire marshal training. All managers have undertaken IOSH Directing Safely certification. All staff have undertaken CPD certified Health and Safety e-learning modules.

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 2013 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.

**Mission**

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

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

**Trustees Report for the year ended 31<sup>st</sup> March 2014 (cont.)**

**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 Merseyside.

**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

**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.

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

**Trustees Report for the year ended 31<sup>st</sup> March 2014 (cont.)**

What we do:

**Social Inclusion and Employability**

- Intensive mentoring
- Access to employment and training
- Business start-up support
- Floating housing support

**Health:**

- Physical, mental and emotional wellbeing
- Therapeutic support for substance misuse
- Sexual health and relationships

**Sport**

- Managing 3 playing fields
- Providing community sports opportunities
- Encouraging active lifestyles

**Arts:**

- Performing arts facilities and activities
- Musical, personal and transferable skills.
- Mentoring and peer development

**Disability:**

- Short breaks and friendship groups
- Peer education and volunteering
- Access to inclusive youth work provision

**Youth Work:**

- Street based youth work
- Diversionary activities
- Personal and social development

**Youth Voice:**

- Promoting participation
- Consultation and evaluation
- Enabling services to become more young person friendly

**Training and Infrastructure Support:**

- Training and infrastructure support to organisations and projects themed on mental health, equality issues and capacity building
- Encouraging and enabling positive change, supporting organisations who work with young people

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 affected by substance misuse, those with low educational attainment etc).

**Outputs**

The charity has worked with 3,263 different young people, with 36,850 contacts across 6 different local authority areas this year. Additionally we had 84,060 user visits to our 3 playing fields by 2,666 different individual users and worked with 1,030 organisations providing infrastructure support and training.



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

**Trustees Report for the year ended 31<sup>st</sup> March 2014 (cont.)**

**Outcomes**

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

- 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 2013-14, as a result of our projects:

- 227 young people gained or stayed in employment or education
- 289 achieved a qualification or accreditation
- 1784 improved their employability
- 2120 improved their creativity
- 2534 increased their skills
- 2989 displayed improved confidence
- 4491 improved their physical activity.

We have promoted and begun to explore **MYA's Social Impact** to demonstrate our wider social value and return on investment. We are working 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 **managed risk, costs and resources to deliver our financial priorities** including financial stability and future growth via reviewing central costs and contracts, further developing the skills base of the support services staff and in partnership with our external accountant, expanding the amount of financial work undertaken in house.

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 our health and safety consultant, Ellis Whittam with regular premises audits and action planning. We have been awarded ISO9001 Quality Mark.

We have provided a flexible **workforce which maintains high quality performance** and can be responsive to change and we have **strengthened the MYA brand** via developing our marketing materials including our first Social Impact Report. We have received media coverage for a number of projects and initiatives this year including newspaper and radio coverage of the launch of the Talent Match programme in January 2014. The new website is still in development phase and we have consolidated and increased our use of social media including Twitter.

Despite a difficult climate we have sought to **maintain a diverse range of income generation strands**. We have diversified our "spread" of funding, with 40% coming from Local authorities, 39% from Grant funding, 10% from sales and hire of facilities, 6% from donations and legacies, 4% from contracts and 1% for events and miscellaneous. We successfully launched our flagship Talent Match programme in January and are seeking to expand funding in this area via European funds in early 2015. We had a significant legacy left to MYA this year from Miss EM French, which has supported the overall financial stability of the charity. This legacy alongside the sale of property at 408 Stanley Rd has been invested for the future.

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

**Trustees Report for the year ended 31<sup>st</sup> March 2014 (cont.)**

**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 Charity has reported a surplus on these funds of £54,388 after transfers. This means that the Charity is carrying forward total unrestricted funds of £496,503.

**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 £584,767 giving an overall balance of £1,386,511.

The detailed balances at the year end are set out on pages 30 to 32. 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 36) 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 2021, 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.

The trustees, having regard to the liquidity requirements of operating the charity and to the reserves policy, only tend to have surplus funds of a short term nature. They have, therefore, operated a policy of keeping available funds in an interest bearing deposit account, or invested on the Money Market, seeking to earn an interest rate above the current rate of inflation.

Funds received for a particular purpose may be invested in a discretionary portfolio, at the discretion of the trustees. Funds will be invested with the investment manager, in a diversified portfolio, with the objective of achieving a balance combination of growth, some immediate income and the potential for capital and income growth over the longer term.

**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 £577,000). 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 £901,000. 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 £496,503 and it is the directors' intention to seek to increase these levels as soon as possible.

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

**Trustees Report for the year ended 31<sup>st</sup> March 2014 (cont.)**

**Plans for future periods**

**Strategy**

Merseyside Youth Association has a Business Plan for 2012-15, with an annual Action plan. The aim is to enable continued service delivery and financial stability within the context of an economic down turn, austerity measures across public funding and increased competition between civil society organisations, the public and private sectors.

**Organisational Goals for this Business Planning Cycle**

By March 2015 Merseyside Youth Association's Board of Trustees, Chief Executive, Senior Management Team, staff and volunteers will have successfully:

**Children and young people's services**

**Met the needs of children and young people on Merseyside as set out in the JNSA and Marmot review**

**Demonstrated impact in three key delivery areas:**

- Enhancing young people's employability
- Enabling young people to lead healthy lives
- Promoting young people's creativity and positivity

**Engaged with 5,000 different young people per annum**

**Targeted services (within a universal offer) to young people with:**

- Low attainment
- Lack of skills
- Economic deprivation
- High risk factors of poor outcomes within their:
  - Mental health
  - Physical health
  - Disability
  - Substance misuse
  - Employability

**Demonstrated our social impact via:**

- Consistent monitoring of outputs and outcomes across projects via universal:
  - CRM system
  - Outcome measurement system
  - Social Return on Investment Report

**Provided Training and infrastructure support**

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

**Trustees Report for the year ended 31<sup>st</sup> March 2014 (cont.)**

**Expanded our market for training by delivering to:**

- Public bodies
- Clinical Commissioning Groups
- Voluntary sector
- Private sector
- Markets outside Merseyside, with a focus on the North West

**Provided essential training competitively and from invest to save models, equipping the workforce to provide targeted interventions to prevent escalation into more expensive services**

**Delivered more focused support services to frontline organisations to ensure they become commissioning ready**

**Built broader partnerships across the VCS to better deliver services to young people**

**To have transferred MYA leases to the charities currently managing these buildings**

**Premises and facilities**

**To redevelop priority facilities, maximise tenancy rentals and hire of facilities, and create a number of MYA hubs including:**

- City Centre premises, Hanover Street
- Playing Fields
- SPACE
- Gordon

**Partnerships**

**Developed joint delivery of key programmes with voluntary, public and private sectors including:**

- Employability programmes
- Substance misuse programmes
- Workforce development programmes

**Developed key partnerships which could lead to Consortium development, as necessary, in response to commissioning on a broader footprint**

- Nationally
- Regionally
- Locally

**Developed effective partnerships with a University to support:**

- Social Return on Investment
- Research on key issues to support campaigns

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

**Trustees Report for the year ended 31<sup>st</sup> March 2014 (cont.)**

**Internal**

**Externally validated our Quality Assurance having gained or maintained the following external quality awards:**

- ISO 9001
- Matrix standard IAG
- Department of Health - IMG level 2
- Investors in People

**Provided a high quality and safe working environment demonstrated by:**

- Decreasing numbers of action points on health and safety audits
- 5% increase in 360 Review scores across all questions

**Developed a flexible, high quality workforce via:**

- Complete staff skills audit and training calendar to support Continuous Professional Development
- Implemented a system of Staff Champions to drive new initiatives forward

**Maintained a financially stable organisation to enable future growth via;**

- Efficiency and best value review of all service contracts
- Effective project budget monitoring and quarter review
- Implementation of pension review
- Diverse range on income streams including:
  - Grant giving bodies
  - European Funds
  - Clinical Commissioning Group
  - Local Authorities
  - Schools
  - Registered Social Landlords

**Increased our earned and given income to rebuild unrestricted income and reserves**

**Implemented our marketing and communications plans to:**

- Strengthen the MYA Brand and broaden its impact
- Promote the MYA offer and impact in key delivery areas
- To undertake research and campaign activities
- Increase financial support from diverse areas including:
  - Earned Income
  - Given income

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

**Trustees Report for the year ended 31<sup>st</sup> March 2014 (cont.)**

**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 of 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
- 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.

**Auditors**

In accordance with section 487(2) of the Companies Act 2006, Collins & Co. are deemed to be reappointed as auditors 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 7<sup>th</sup> November 2014 and signed on its behalf by:



**Ms Gill Bainbridge  
Secretary**

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

**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 31<sup>st</sup> March, 2014 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 14), 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 31<sup>st</sup> March 2014, 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.

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

**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

*Paul Collins FCA.*

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

Date: 7/11/2014



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

**Consolidated Statement of Financial Activities including Income and  
Expenditure Account for the year ended 31<sup>st</sup> March 2014**

	Note	Unrestricted Funds £	Restricted Funds £	TOTAL FUNDS	
				2014 £	2013 £
<b>Incoming resources</b>					
<i>Incoming resources from generated funds:</i>					
<i>Voluntary Income</i>	2	109,485	19,539	129,024	9,853
<i>Activities for generating funds</i>	3	92,195	77,562	169,757	138,837
<i>Investment Income</i>	4	1	-	1	100
<i>Incoming resources from charitable activities</i>	5	7,507	1,764,808	1,772,315	1,468,912
<i>Other incoming resources</i>	6	-	332,301	332,301	-
<b>Total incoming resources</b>		<u>209,188</u>	<u>2,194,210</u>	<u>2,403,398</u>	<u>1,617,702</u>
<b>Resources expended</b>					
<i>Costs of generating funds</i>					
<i>Fundraising trading: costs of goods sold and other costs</i>	7	11,369	(400)	10,969	5,657
<i>Charitable activities</i>	8	307,964	1,566,477	1,874,441	1,913,888
<b>Exceptional item:</b> <i>(Decrease)/increase in pension deficit</i>		(219,000)	-	(219,000)	198,700
<i>Governance costs</i>	9	8,160	-	8,160	10,800
<b>Total resources expended</b>		<u>108,493</u>	<u>1,566,077</u>	<u>1,674,570</u>	<u>2,129,045</u>
<b>Net incoming/(outgoing) resources before transfers</b>		100,695	628,133	728,828	(511,343)
<b>Gross transfers</b>	19	43,366	(43,366)	-	-
<b>Net incoming resources before other recognised gains/(losses)</b>		<u>144,061</u>	<u>584,767</u>	<u>728,828</u>	<u>(511,343)</u>
<b>Other recognised gains/(losses)</b>					
Losses on investment assets	14	(473)	-	(473)	-
Actuarial losses on defined benefit pension schemes		(89,200)	-	(89,200)	-
<b>NET MOVEMENT IN FUNDS</b>		<u>54,388</u>	<u>584,767</u>	<u>639,155</u>	<u>(511,343)</u>
Total funds brought forward at 1st April 2013		442,115	801,744	1,243,859	1,755,202
Net movement in funds as above		<u>54,388</u>	<u>584,767</u>	<u>639,155</u>	<u>(511,343)</u>
Total funds carried forward at 31st March 2014		<u>496,503</u>	<u>1,386,511</u>	<u>1,883,014</u>	<u>1,243,859</u>

There have been no recognised gains or losses other than the net movement of funds for the above two years. The notes on pages 20 to 37 form part of these accounts.

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

**Company Balance Sheet at 31<sup>st</sup> March, 2014**

	Note	2014 £	2013 £
<b>FIXED ASSETS</b>			
Tangible fixed assets	13	1,586,911	1,626,700
Investment assets	14	42,249	5
		<u>1,629,160</u>	<u>1,626,705</u>
<b>CURRENT ASSETS</b>			
Debtors	15	504,476	245,475
Cash at bank and in hand		270,836	3,501
		<u>775,312</u>	<u>248,976</u>
<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	16	(286,517)	(264,439)
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		<u>488,795</u>	<u>(15,463)</u>
<b>DEBTORS: AMOUNTS RECEIVABLE AFTER MORE THAN ONE YEAR</b>		8,968	-
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		2,126,923	1,611,242
<b>PROVISIONS FOR LIABILITIES</b>	17	(245,000)	(369,000)
<b>NET ASSETS</b>		<u>1,881,923</u>	<u>1,242,242</u>
<b>FUNDS</b>	19		
Unrestricted		495,412	440,498
Restricted		1,386,511	801,744
		<u>1,881,923</u>	<u>1,242,242</u>

The notes on pages 20 to 37 form part of these accounts.

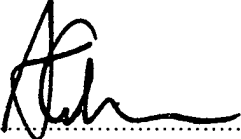
**Merseyside Youth Association Limited  
(Limited by Guarantee)**

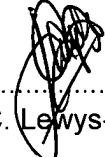
**Group Balance Sheet at 31<sup>st</sup> March, 2014**

	Note	2014 £	2013 £
<b>FIXED ASSETS</b>			
Tangible fixed assets	13	1,586,911	1,626,700
Investment assets	14	42,244	-
		<u>1,629,155</u>	<u>1,626,700</u>
<b>CURRENT ASSETS</b>			
Debtors	15	502,244	245,263
Cash at bank and in hand		275,319	6,490
		<u>777,563</u>	<u>251,753</u>
<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	16	(287,672)	(265,594)
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		<u>489,891</u>	<u>(13,841)</u>
<b>DEBTORS: AMOUNTS RECEIVABLE AFTER MORE THAN ONE YEAR</b>		8,968	-
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		2,128,014	1,612,859
<b>PROVISIONS FOR LIABILITIES</b>	17	(245,000)	(369,000)
<b>NET ASSETS</b>		<u>1,883,014</u>	<u>1,243,859</u>
<b>FUNDS</b>	19		
Unrestricted -			
Retained within the company		495,412	440,498
Retained within a non-charitable subsidiary		1,091	1,617
		<u>496,503</u>	<u>442,115</u>
Restricted		1,386,511	801,744
		<u>1,883,014</u>	<u>1,243,859</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 7<sup>th</sup> November 2014 and signed on its behalf by:

  
.....  
A. Gibbons

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

Company Registration Number: 1843226

The notes on pages 20 to 37 form part of these accounts.

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

**Notes to the Financial Statements**  
**for the year ended 31<sup>st</sup> March 2014**

**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 the Statement of Recommended Practice - Accounting and Reporting by Charities (SORP 2005) issued in March 2005, applicable UK Accounting Standards, the Companies Act 2006 and the Financial Reporting Standard for Smaller Entities (effective April 2008). 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 FRS1 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.

**Incoming Resources**

*Donations, legacies and other voluntary income*

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.

*Income from 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 31<sup>st</sup> March 2014 (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 31<sup>st</sup> March.

**Resources Expended**

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

*Costs of generating voluntary income*

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.

*Governance costs*

These costs relate to the governance of the company itself, as opposed to the management of charitable activities or fundraising and publicity, and are primarily associated with constitutional, statutory and legal requirements.

*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 Charity Statement of Recommended Practice).

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

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

**Notes to the Financial Statements  
for the year ended 31<sup>st</sup> March 2014 (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**

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

**Current Assets**

Amounts owing to the charity at 31<sup>st</sup> 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 31<sup>st</sup> March 2014 (cont.)**

	Unrestricted Funds £	Restricted Funds £	TOTAL FUNDS	
			2014 £	2013 £
<b>2 Voluntary Income</b>				
Donations	8,831	19,539	28,370	9,853
Legacies	100,717	-	100,717	-
Income tax refunds	(63)	-	(63)	-
	<u>109,485</u>	<u>19,539</u>	<u>129,024</u>	<u>9,853</u>
<b>3 Activities for generating funds</b>				
Hire of facilities	62,220	77,562	139,782	114,149
Income from fundraising events	7,425	-	7,425	1,147
Insurance recharges	16,642	-	16,642	16,546
Photocopying Income	144	-	144	176
Telephone recharges	-	-	-	1,211
Trading subsidiary income	5,764	-	5,764	5,608
	<u>92,195</u>	<u>77,562</u>	<u>169,757</u>	<u>138,837</u>
<b>4 Investment Income</b>				
Interest on cash deposits	<u>1</u>	<u>-</u>	<u>1</u>	<u>100</u>
<b>5 Incoming resources from charitable activities</b>				
Grants:				
Ambition UK	-	6,000	6,000	-
Beechwood Housing Association Ltd	-	-	-	2,000
Big Lottery Fund Grant – Talent Match	-	594,547	594,547	-
Big Lottery Fund Grant – Disability & Inclusion Project	-	105,528	105,528	-
Big Lottery Fund Grant - Basis (The Volume Project)	-	-	-	115,743
Brighter Sounds	-	620	620	-
Brook Wirral	-	9,364	9,364	45,461
Cobalt Housing	-	-	-	17,892
Community Foundation for Liverpool	-	1,000	1,000	10,583
Football Foundation	-	-	-	1,136
Impact	-	6,250	6,250	32,250
IYPS	-	261,630	261,630	286,097
Knowsley MBC	-	68,947	68,947	59,610
Liverpool CC Children's Services	-	32,125	32,125	14,571
Liverpool CC Sports & Recreation	-	198,000	198,000	190,000
Liverpool CC - CAMHS	-	60,985	60,985	90,792
Liverpool CC – Counselling Services	-	100,000	100,000	-
Liverpool Hope University	-	980	980	-
Liverpool Housing Trust	-	-	-	3,808
Liverpool John Moores University	-	3,840	3,840	6,720
Liverpool Mutual Homes	-	1,000	1,000	6,725
May Logan Centre	-	15,845	15,845	16,911
National Youth Agency	-	18,600	18,600	-
NHS Merseyside	-	70,429	70,429	178,429
Riverside Housing	-	-	-	1,000
Sefton CVS	-	-	-	400
Sefton MBC Children's Services	-	57,250	57,250	55,000
Sefton Supported People	-	47,387	47,387	63,563
South Liverpool Housing	-	-	-	200
c/fwd	-	<u>1,660,327</u>	<u>1,660,327</u>	<u>1,198,891</u>

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

**Notes to the Financial Statements**  
**for the year ended 31<sup>st</sup> March 2014 (cont.)**

	Unrestricted Funds £	Restricted Funds £	TOTAL FUNDS	
			2014 £	2013 £
<b>5 Incoming resources from charitable activities (cont.)</b>				
b/fwd	-	1,660,327	1,660,327	1,198,891
Grants:				
SYSCO Business Skills Training Academy	-	3,253	3,253	59,295
The Henby Trust	-	2,000	2,000	-
UK Youth	-	3,500	3,500	-
Youth Music	-	39,650	39,650	85,500
Misc Grants	-	2,303	2,303	8,887
Programme income	-	9,394	9,394	9,940
Project sales income	-	20,259	20,259	14,148
Landaidd Charity Trust	5,500	4,500	10,000	-
Schools' income	-	18,400	18,400	87,253
Other income	2,007	1,222	3,229	4,998
	<u>7,507</u>	<u>1,764,808</u>	<u>1,772,315</u>	<u>1,468,912</u>
<b>6 Other income</b>				
Insurance claim receipts	-	332,301	332,301	-
<b>7 Fundraising trading: costs of goods sold and other costs</b>				
Fundraising costs	6,579	-	6,579	1,494
Trading subsidiary expenditure	4,790	(400)	4,390	4,163
	<u>11,369</u>	<u>(400)</u>	<u>10,969</u>	<u>5,657</u>
<b>8 Charitable activities</b>				
Wages and salaries	238,393	760,521	998,914	1,192,852
Staff pension costs	-	12,088	12,088	9,403
Compensation for loss of office	-	31,073	31,073	6,981
Staff training/health & safety	(3,805)	7,664	3,859	10,673
Charity building costs				
Rent & Rates	(26,309)	50,486	24,177	32,230
Insurance	23,845	40,157	64,002	57,772
Light and heat	22,030	28,778	50,808	72,022
Cleaning and laundry	10,198	15,378	25,576	26,018
Repairs and maintenance	43,163	52,875	96,038	93,279
Accountancy	36,337	-	36,337	38,718
Advertising	(873)	7,624	6,751	708
Bad debts	1	278	279	(2,237)
Bank charges	5,540	4	5,544	3,546
Bank interest paid	-	-	-	46
Computer costs	14,377	8,127	22,504	20,520
Consultancy fees	-	11,941	11,941	14,250
c/fwd	<u>362,897</u>	<u>1,026,994</u>	<u>1,389,891</u>	<u>1,576,781</u>



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

**Notes to the Financial Statements**  
for the year ended 31<sup>st</sup> March 2014 (cont.)

	Unrestricted Funds £	Restricted Funds £	TOTAL FUNDS	
			2014 £	2013 £
<b>8 Charitable activities (cont.)</b>				
b/fwd	362,897	1,026,994	1,389,891	1,576,781
Equipment and resources	6,242	20,690	26,932	14,270
External supervision/support	-	3,193	3,193	2,580
Fees and subscriptions	-	1,004	1,004	1,381
Hire of equipment	28,350	14,973	43,323	38,788
HP interest	-	-	-	166
IT support charges	(17,517)	17,517	-	-
Legal and professional costs	38,044	14,026	52,070	27,390
Printing, postage & stationery	(4,403)	15,664	11,261	22,194
Programme expenses	(5,496)	239,233	233,737	125,466
Support services/other charges	(116,662)	116,662	-	-
Talent Match costs:				
- Management support fee	(48,774)	48,774	-	-
Telephone	(1,984)	29,516	27,532	27,368
Travel and motor expenses	374	15,016	15,390	20,709
Volunteers	-	185	185	96
Depreciation	51,763	-	51,763	53,641
Profit on sale of fixed assets	(27,340)	-	(27,340)	(1,120)
Sundries	1,470	3,030	4,500	4,178
Pension finance costs	41,000	-	41,000	-
	<b>307,964</b>	<b>1,566,477</b>	<b>1,874,441</b>	<b>1,913,888</b>
<b>9 Governance costs</b>				
Auditors' remuneration	8,160	-	8,160	10,800
	<b>8,160</b>	<b>-</b>	<b>8,160</b>	<b>10,800</b>
<b>10 Net incoming resources</b>			<b>2014</b>	<b>2013</b>
			<b>£</b>	<b>£</b>
Net incoming resources is stated after charging:				
Depreciation of tangible fixed assets			51,763	53,641
Profit on disposal of fixed assets			(27,340)	(1,120)
Staff costs (see note 11)			1,042,075	1,202,255
Accountancy			36,337	38,718
Auditors' Remuneration			8,160	10,800

The auditor's remuneration of £8,160 (2013: £10,800) relates solely to the audit.

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

**Notes to the Financial Statements**  
**for the year ended 31<sup>st</sup> March 2014 (cont.)**

<b>11 Staff Costs</b>	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Wages and Salaries	<b>953,198</b>	1,097,777
Social Security Costs	<b>76,789</b>	95,075
Pension Costs	<b>12,088</b>	9,403
	<u><b>1,042,075</b></u>	<u><b>1,202,255</b></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:

	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>
Administration	<b>7</b>	7
Finance	<b>2</b>	2
Projects, activities and sessions	<b>28</b>	37
	<u><b>37</b></u>	<u><b>46</b></u>

During the year the charity employed members of staff as detailed above, none (2013: None) of whom earned more than £60,000 p.a. The trustees received no remuneration (2013: £Nil) during the year. A total of £424 (2013: £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.

**12 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 £12,088 (2013: £9,403). In addition, there has been an overall decrease in the provision for the pension fund deficit of £124,000 (2013: increase £198,700).

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

**Notes to the Financial Statements  
for the year ended 31<sup>st</sup> March 2014 (cont.)**

**13 Tangible Fixed Assets**

	Freehold land & buildings £	Long leasehold property £	Fixtures fittings & equipment £	Motor vehicles £	Total £
<u>Parent Company and Group</u>					
<b>COST OR VALUATION</b>					
At 1st April 2013	12,000	2,242,706	59,028	22,130	2,335,864
Additions	-	62,735	6,899	-	69,634
Disposals	-	(125,030)	-	-	(125,030)
At 31st March, 2014	<u>12,000</u>	<u>2,180,411</u>	<u>65,927</u>	<u>22,130</u>	<u>2,280,468</u>
<b>DEPRECIATION</b>					
At 1st April 2013	6,240	643,405	45,319	14,200	709,164
Charge for the year	240	43,414	6,126	1,983	51,763
Depreciation on disposals	-	(67,370)	-	-	(67,370)
At 31st March, 2014	<u>6,480</u>	<u>619,449</u>	<u>51,445</u>	<u>16,183</u>	<u>693,557</u>
<b>NET BOOK VALUE</b>					
At 31st March, 2014	<u>5,520</u>	<u>1,560,962</u>	<u>14,482</u>	<u>5,947</u>	<u>1,586,911</u>
At 31st March, 2013	<u>5,760</u>	<u>1,599,301</u>	<u>13,709</u>	<u>7,930</u>	<u>1,626,700</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 the fencing at the company's Playing Field site.

Long leasehold property includes £62,735 (2013: £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.

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

**Notes to the Financial Statements**  
for the year ended 31<sup>st</sup> March 2014 (cont.)

**14 Investment assets**

	2014 £	2013 £
Investment in subsidiary undertakings	5	5
Listed investments	<u>42,244</u>	<u>-</u>
	<u>42,249</u>	<u>5</u>

**Investment in subsidiary undertakings:**

**Cost**

	2014 £	2013 £
At 1 April 2013 and 31 March 2014	<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>	2014	2013
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, 2014 was as follows:

	2014 £	2013 £
Turnover	5,764	5,608
Cost of sales	<u>(2,735)</u>	<u>(1,957)</u>
Gross profit	3,029	3,651
Administrative expenses	<u>(1,655)</u>	<u>(2,206)</u>
Donation to parent company	<u>(1,900)</u>	<u>(3,500)</u>
Operating loss	(526)	(2,055)
Tax on loss on ordinary activities	-	-
Loss on ordinary activities after taxation	<u>(526)</u>	<u>(2,055)</u>
Retained profit brought forward	1,617	3,672
Retained profit carried forward	<u>1,091</u>	<u>1,617</u>

**Listed investments:**

	Opening value £	Purchases £	Disposals £	Change in market value £	Closing value £
Equities	-	28,566	(1,627)	(755)	26,184
Pooled investment vehicles	-	15,778	-	282	16,060
	<u>-</u>	<u>44,344</u>	<u>(1,627)</u>	<u>(473)</u>	<u>42,244</u>

**15 Debtors**

	2014 £	2013 £
<u>Parent Company</u>		
Trade Debtors	28,041	138,623
Prepayments and accrued income	380,546	90,190
Amounts owed by subsidiary undertaking	1,108	850
Other debtors	<u>94,781</u>	<u>15,812</u>
	<u>504,476</u>	<u>245,475</u>
<u>Group</u>		
Trade debtors	28,417	139,261
Prepayments and accrued income	379,046	90,190
Other debtors	<u>94,781</u>	<u>15,812</u>
	<u>502,244</u>	<u>245,263</u>

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

**Notes to the Financial Statements  
for the year ended 31st March 2014 (cont.)**

**16 Liabilities: Amounts falling due within one year**

	2014 £	2013 £
<u>Parent Company</u>		
Bank overdraft	-	32,036
Trade creditors	60,097	73,122
Accruals and deferred income	189,439	113,605
Taxation and social security	23,203	24,935
Insurance claim monies received in advance	-	20,000
Other creditors	13,778	741
	<u>286,517</u>	<u>264,439</u>
<u>Group</u>		
Bank overdraft	-	32,036
Trade creditors	60,097	73,122
Accruals and deferred income	190,594	114,760
Taxation and social security	23,203	24,935
Insurance claim monies received in advance	-	20,000
Other creditors	13,778	741
	<u>287,672</u>	<u>265,594</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	31,132
Talent Match – funds received	697,531
Talent Match – recognised this financial year	(594,547)
Talent Match – deferred income carried forward	<u>134,116</u>
Disability and Inclusion – funds received	105,528
Disability and Inclusion – recognised this financial year	(105,528)
Disability and Inclusion – deferred income carried forward	<u>-</u>

**17 Provisions for liabilities**

	2014 £	2013 £
<u>Parent Company</u>		
Pension scheme deficit	<u>245,000</u>	<u>369,000</u>
<u>Group</u>		
Pension scheme deficit	<u>245,000</u>	<u>369,000</u>

The company contributes to a closed multi-employer defined benefit pension scheme.

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

**Notes to the Financial Statements**  
**for the year ended 31<sup>st</sup> March 2014 (cont.)**

The last actuarial valuation was at 31<sup>st</sup> March 2013. Valuation of the fund was as follows:

	<i>Actual</i>	<i>Actual</i>
	<i>2014</i>	<i>Estimate</i>
	<i>£</i>	<i>£</i>
Scheme Assets	<b>1,525,000</b>	1,448,000
Scheme Liabilities	<b>(1,795,000)</b>	(1,817,000)
Deficit	<b><u>(270,000)</u></b>	<b><u>(369,000)</u></b>

The liability at 31 March 2014 represents:

At 1 April 2013	<b>(369,000)</b>
Payments made during the year	<b>35,200</b>
Decrease in deficit	<b>88,800</b>
At 31 March 2014	<b><u>(245,000)</u></b>

The contributions required to be made into the scheme for 2014/15 amount to 47.7% of the pay of current employees in the scheme plus £36,800.

Additional deficit contributions for 2015/16 and 2016/17 will be £38,300 and £39,900 respectively.

**18 Analysis of Net Assets by Fund**

	<b>Unrestricted</b>	<b>Restricted</b>	<b>Total</b>
	<b>Funds</b>	<b>Funds</b>	<b>£</b>
	<b>£</b>	<b>£</b>	
Fixed Assets	867,830	761,325	1,629,155
Current Assets	152,377	625,186	777,563
Current Liabilities	(287,672)	-	(287,672)
Debtors: receivable after more than 1 year	8,968	-	8,968
Provisions for liabilities	(245,000)	-	(245,000)
<b>Fund Balance</b>	<b><u>496,503</u></b>	<b><u>1,386,511</u></b>	<b><u>1,883,014</u></b>

**19 Movement on funds**

	<b>At 1st</b>	<b>Incoming</b>	<b>Outgoing</b>	<b>Transfers</b>	<b>At 31<sup>st</sup></b>
	<b>April,</b>	<b>Resources</b>	<b>Resources</b>		<b>March</b>
	<b>2013</b>	<b>(inc gains)</b>	<b>£</b>	<b>£</b>	<b>2014</b>
	<b>£</b>	<b>£</b>			<b>£</b>
<u>Unrestricted funds</u>					
<u>General unrestricted funds</u>					
General Fund	(460,691)	184,057	(116,596)	(63,383)	(456,613)
<u>Designated unrestricted capital reserves</u>					
Headquarters	69,669	-	(1,402)	(57,660)	10,607
Playing Fields	15,041	-	(6,009)	6,900	15,932
SPACE Project	6,597	-	(2,100)	-	4,497
Starting Point	774,067	-	(42,252)	-	731,815
	<u>865,374</u>	<u>-</u>	<u>(51,763)</u>	<u>(50,760)</u>	<u>762,851</u>
<u>Designated unrestricted funds</u>					
Detached Grassendale	-	-	-	2,224	2,224
Disability	-	-	-	11,680	11,680
Healthline	12,890	-	-	2,612	15,502
	<u>12,890</u>	<u>-</u>	<u>-</u>	<u>16,516</u>	<u>29,406</u>
Designated unrestricted c/fwd	12,890	-	-	16,516	29,406

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

**Notes to the Financial Statements**  
for the year ended 31<sup>st</sup> March 2014 (cont.)

**19 Movement on funds**  
(cont.)

	At 1st April, 2013 £	Incoming Resources (inc gains) £	Outgoing Resources £	Transfers £	At 31 <sup>st</sup> March 2014 £
<u>Unrestricted funds (cont.)</u>					
Designated unrestricted b/fwd	12,890	-	-	16,516	29,406
New 408 for Young People	5,354	-	-	(5,354)	-
SPACE Project	-	-	-	13,658	13,658
OKUK	-	-	-	1,000	1,000
Staff Fitness project	368	-	-	123	491
Mental Health Promotion Project	-	-	-	6,771	6,771
Voices in Partnership	-	-	-	4,085	4,085
Choices Knowsley	2,457	-	-	8,419	10,876
Wirral Mental Health & Wellbeing	7,265	-	-	(7,265)	-
Money Skills	2,600	-	-	(712)	1,888
MYA Training	4,881	-	-	(4,881)	-
Gordon Youth Centre	-	11,201	(15,351)	4,150	-
MYA Noise	-	-	-	20,282	20,282
Legacy general fund	-	-	-	100,717	100,717
Trading subsidiary - MYA Youth Limited	1,617	5,764	(6,290)	-	1,091
	37,432	16,965	(21,641)	157,509	190,265
<b>Total unrestricted funds</b>	<b>442,115</b>	<b>201,022</b>	<b>(190,000)</b>	<b>43,366</b>	<b>496,503</b>
<u>Restricted funds</u>					
CAMHS Masterclass	-	24,581	(12,544)	(12,037)	-
Playing Fields	-	596,889	(255,850)	(8,738)	332,301
Talent Match	-	594,547	(362,693)	-	231,854
South City Outreach	-	131,620	(137,355)	5,735	-
Money Skills	-	22,100	(22,812)	712	-
Disability & Inclusion	-	105,528	(48,303)	-	57,225
MYA Training	-	12,175	(19,850)	7,675	-
Detached Grassendale	5,300	9,312	(12,388)	(2,224)	-
Development Team	-	64,172	(60,380)	(3,792)	-
Disability	-	82,223	(66,543)	(15,680)	-
Healthline	-	86,624	(76,012)	(10,612)	-
New 408 for Young People	-	60,240	(68,825)	8,585	-
SPACE Project	-	83,141	(69,483)	(13,658)	-
Starting Point - Capital reserve	761,325	-	-	-	761,325
OKUK	-	100,000	(88,409)	(11,591)	-
Step Up Fund	4,621	-	(815)	-	3,806
Staff Fitness project	-	3,479	(3,356)	(123)	-
The Volume Project	-	-	8	(8)	-
c/fwd	<b>771,246</b>	<b>1,976,631</b>	<b>(1,305,610)</b>	<b>(55,756)</b>	<b>1,386,511</b>

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

**Notes to the Financial Statements**  
for the year ended 31<sup>st</sup> March 2014 (cont.)

**19 Movement on funds (cont.)**

	At 1st April, 2013 £	Incoming Resources (inc gains) £	Outgoing Resources £	Transfers £	At 31 <sup>st</sup> March 2014 £
<u>Restricted funds (cont.)</u>					
b/fwd	771,246	1,976,631	(1,305,610)	(55,756)	1,386,511
Mental Health Promotion					
Project	-	37,705	(33,484)	(4,221)	-
Voices in Partnership	-	29,371	(23,297)	(6,074)	-
Alt Valley Sports					
Development	-	-	(88)	88	-
Jeffrey Humble rebuild	-	-	(8,448)	8,448	-
Choices Knowsley	-	62,188	(53,769)	(8,419)	-
Wirral Mental Health &					
Wellbeing	-	11,364	(10,638)	(726)	-
Foundation Learning	-	3,253	(37,482)	34,229	-
Alternative Education					
Liverpool	-	20,270	(29,617)	9,347	-
MYA Noise	30,498	59,427	(69,643)	(20,282)	-
Total restricted funds	<u>801,744</u>	<u>2,200,209</u>	<u>(1,572,076)</u>	<u>(43,366)</u>	<u>1,386,511</u>
<b>Total funds</b>	<u><b>1,243,859</b></u>	<u><b>2,401,231</b></u>	<u><b>(1,762,076)</b></u>	<u><b>-</b></u>	<u><b>1,883,014</b></u>

**Name of fund                      Description, nature and purposes of the fund**

**Unrestricted funds**

General fund                      Any monies not included in any other fund.

**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.



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

**Notes to the Financial Statements  
for the year ended 31<sup>st</sup> March 2014 (cont.)**

**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:

Playing Fields  
Detached Grassendale  
Disability  
Healthline  
SPACE Project  
OKUK  
Staff Fitness Project  
Mental Health Promotion Project  
Voices in Partnership  
Choices Knowsley  
Money Skills  
MYA Noise

Gordon Youth Centre	This is a community based youth centre providing personal and social development opportunities for young people in Netherton.
Legacy general fund	This has been established to hold the proceeds of the legacy received in current year.
Trading subsidiary – MYA Youth Limited	This represents the accumulated profits of the subsidiary company still retained within the subsidiary company.

**Restricted funds**

CAMHS Masterclass	The Masterclass is designed for those working with children and young people in Liverpool and provides detailed information about all aspects of 'Child and Adolescent Mental Health Services'. The Masterclass is run in partnership between Merseyside Youth Association, Alder Hey, Young Persons Advisory Service (YPAS), ADHD Foundation, PSS Spinning World & Barnardos Action With Young Carers.
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.
South City Outreach	This project offers a responsive and flexible street based outreach service to young people aged 13-19 years
Money Skills	This project provides a programme of sessions to help young people learn how to get started with topics like budgeting, managing bank accounts and making informed financial decisions
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.
MYA Training	Providing training opportunities to voluntary/statutory organisations and young people, on mental health awareness, safeguarding and health safety.
Detached Grassendale	Provides a range of youth work opportunities to young people in the Grassendale area of Liverpool, by engaging them on the streets, where they hang out. Informal education and development projects are facilitated as well as information and support, one to one and group work, recreational activities, residential and accreditation opportunities.

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

**Notes to the Financial Statements  
for the year ended 31<sup>st</sup> March 2014 (cont.)**

Development Team	Provides a range of responsive services to voluntary sector young people's projects, in order to build capacity and enhance their organisation's delivery.
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 (see Note 19).
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).
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.
The Volume Project	This project, funded through the Big Lottery Fund, employs two full time workers who offer infrastructure support to the voluntary sector across Merseyside.
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.
Alt Valley Sports Development	The Alt Valley and Physical Alliance Team aims to support young people across the Alt Valley area with the necessary guidance on opportunities to participate in sporting activities and educational training.
Jeffrey Humble rebuild	This project has been set up to process all fees in relation to the rebuild of the Jeffrey Humble Playing Field facility.
Choices Knowsley	This project aims to provide outreach youth work in the Penny Lane area of Liverpool.
Wirral Mental Health & Wellbeing	This project, which is funded by Wirral NHS and Brook Wirral, is designed to train senior members of staff in Wirral secondary schools in the implementation of Mental Health Promotion and Wellbeing strategies in their school. The project also offers each school an award for completion of their individual action plan proving their delivery in this area.

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

**Notes to the Financial Statements  
for the year ended 31<sup>st</sup> March 2014 (cont.)**

Foundation Learning	This project, which is funded by Education Funding Agency (via sub-contact from SYSCO Skills Academy), provides full time education for young people who are NEET (Not in Education, Employment or Training) aged 16 to 18. The course delivers qualifications up to Level 1 in Work Skills, Vocational Skills, Personal & Social Development, English, Maths & ICT. The focus is to support the young people to enter mainstream education on completion of substantial qualifications
Alternative Education Liverpool	Each young person's place is funded by a lead agency which has a statutory responsibility for provision of education. This is predominantly Liverpool City Council or individual secondary schools. The project is for young people excluded or unable to attend their existing school place. Young people attend three days a week to work on core skills and basic qualifications delivered in an informal manner. Young people are supported to address barriers to achievements and educational progression.
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.

**20      *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 £74,819 (2013: £261,521) has been transferred from unrestricted funds to cover this shortfall), including any adjustments necessary following the ending of certain projects.

In addition, eighteen (2013: fourteen) 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 transfer to designated funds totalling £70,854 (2013: £21,934) 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 £40,431 (2013: £67,088) and a transfer of £6,900 (2013: £Nil) to unrestricted capital reserves.

**21      *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**  
(Limited by Guarantee)

**Notes to the Financial Statements**  
for the year ended 31<sup>st</sup> March 2014 (cont.)

**22 Contingent liabilities**

The company had the following contingent liabilities at 31<sup>st</sup> March, 2014 and at 31<sup>st</sup> March 2013:

- 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.

**23 Financial commitments**

The company had annual commitments under non-cancellable operating leases at 31<sup>st</sup> March, 2014 as follows:

	<b>Land and Buildings</b>		<b>Other</b>	
	<b>2014</b>	<b>2013</b>	<b>2014</b>	<b>2013</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Expiry date:				
Within one year	-	-	1,456	13,819
Between one and five years	-	-	26,593	10,110
	<u>-</u>	<u>-</u>	<u>28,049</u>	<u>23,929</u>

**24 Capital commitments**

At 31<sup>st</sup> March, 2014, capital commitments authorised by the directors but not contracted for amounted to £917,370 (2013: £100,000).

**25 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.

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

**Notes to the Financial Statements  
for the year ended 31<sup>st</sup> March 2014 (cont.)**

**26      *Related party transactions***

During the year, the Charity purchased architectural services costing £16,200 including VAT (2013: £15,300) from The Owen Ellis Partnership Limited, a company in which the director, Nick Ellis, is a director. Hire services costing £734.40 including VAT (2013: £Nil) were purchased from Remstone Construction Limited, a company in which the director, Richard Dears, is a director.

At the balance sheet date, £2,160 was due to The Owen Ellis Partnership Limited (2013: £Nil) and £Nil (2013: £Nil) was due to Remstone Construction Limited. Balances due from group companies are shown in Note 15 of the financial statements.