

THE NEW START TRUST

**A Private Company Limited by Guarantee
Registered in England No: 2843280
A Registered Charity No: 1025357**

**REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2004**



THE NEW START TRUST

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REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2004

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BENTLEYS
Chartered Accountants
Hazlemere
70 Chorley New Road
BOLTON
BL1 4BY

THE NEW START TRUST

A Private Company Limited by Guarantee
 Registered in England No: 2843280
 A Registered Charity No: 1025357

COMPANY INFORMATION

FOR THE YEAR ENDED 31 MARCH 2004

DIRECTORS & COUNCIL OF MANAGEMENT:

J Keller (Chair)
 Rev S Herbert (Treasurer & Secretary)
 M Guhathakurta
 P Andrews
 D Oldham

SECRETARY:

Rev S Herbert

REGISTERED COMPANY NUMBER:

2843280

REGISTERED CHARITY NUMBER:

1025357

REGISTERED OFFICE:

1st Floor
 Alderman Downward House
 The Birtles
 Civic Centre
 Wythenshawe
 Manchester
 M22 5RF

BANKERS:

Lloyds TSB Bank plc
 The Haletop
 Civic Centre
 Wythenshawe
 MANCHESTER
 M22 5TS

AUDITORS:

Bentleys
 Chartered Accountants and
 Registered Auditor
 Hazlemere
 70 Chorley New Road
 Bolton
 BL1 4BY

THE NEW START TRUST

A Private Company Limited by Guarantee

REPORT OF THE TRUSTEES AND DIRECTORS

FOR THE YEAR ENDED 31 MARCH 2004

The Directors, who are the Trustees and Council of Management of the Charity present their annual report and the financial statements for the year ended 31 March 2004.

1. CONSTITUTIONAL INFORMATION

The Trust is a Registered Charity and a Company Limited by Guarantee and is governed by its Memorandum and Articles of Association.

As a Registered Charity the Company is non profit making and its Directors and Trustees are volunteers. The Company has been incorporated without share capital as it is limited by guarantee, to a maximum £1, by each of its members.

2. PRINCIPAL ACTIVITIES AND CHARITABLE OBJECTIVES

The New Start Trust was the vision of June Farrel a local worker and resident of Wythenshawe, South Manchester. The Charity was formed in September 1991 with the following charitable objective:

The relief of poverty, sickness and distress for those people... who are dependent or affected by addiction to drugs... The advancement of education of such person... and the rehabilitation of those relieved from dependency or addiction... To provide facilities for recreation and other leisure time occupation

The Trust achieves its charitable objective through its principal activities of working with those presenting to the Trust with substance misuse and related problems.

3. ANNUAL REVIEW AND FUTURE DEVELOPMENTS

New Start Trust is a crime prevention project specialising in substance misuse

The Wythenshawe Project is fully funded by the Manchester Drug Alcohol & Action Team

We have met our entire contract requirement for this financial year.

The Wythenshawe Project:

We deliver:

- A NEEDLE EXCHANGE: 378 Registered Service Users

Advice & Information
Harm Reduction Advice
Needles/Syringes/condoms
A return service

THE NEW START TRUST

A Private Company Limited by Guarantee

REPORT OF THE TRUSTEES AND DIRECTORS

FOR THE YEAR ENDED 31 MARCH 2004

3. ANNUAL REVIEW AND FUTURE DEVELOPMENTS (Continued)

- A LOW THRESHOLD DROP-IN SERVICE: 138 Registered Service Users

Advice & Support
Overdose Risk Assessment
Harm Reduction Advice
Lunchtime Project
Diversionary Activities
A safe and warm environment

- WE ALSO DELIVER STRUCTURED DAYCARE:

Shared care – for example with Community Mental Health Services
Care Plans – agreed goals with the service user and subject to review
Mentoring Project – see below
Groupwork – for example assertion/problem solving skills

- FOR PARENTS AND PARTNERS WE OFFER TELEPHONE OR ONE TO ONE SUPPORT

All our services can be seen on our web site: www.newstarttrust.org

ONGOING DEVELOPMENTS IN THE WYTHENSHAW PROJECT:

Thanks to our Local Crime & Disorder Partnership the Trust received Building Safer Communities monies to fund in this financial year:

- ▶ A pilot Mentoring Scheme:

The Mentoring Project aims to provide a befriending advisory service to motivate offenders to access relevant services and maintain motivation to avoid offending. Mentors will promote pro-social behaviour, as well as communicating to relevant agencies any behaviour that may lead to direct harm to others

HMP & YOI NEW START TRUST CARAT CONTRACT:

Our contract with Her Majesty's Prison Service (HMPS) to deliver CARATS – Counselling, Assessment, Referral, Advice and Throughcare Service – has been extended to May 2005.

We have met our entire contract requirement for this financial year.

We have delivered 469 assessments throughout the financial year.

THE NEW START TRUST

A Private Company Limited by Guarantee

REPORT OF THE TRUSTEES AND DIRECTORS

FOR THE YEAR ENDED 31 MARCH 2004

3. ANNUAL REVIEW AND FUTURE DEVELOPMENTS (Continued)

The women's prisons estate continues to grow and the challenge to our CARAT workers are to make meaningful impact in term of:

- Assessment
- Referral to detoxification programmes
- Referral to Rehabilitation programmes
- Agreeing achievable care plans
- Case Reviews
- Transfer Plans Throughcare to other Establishments
- Release Plans - Throughcare to the Community
- Shared care with Criminal Justice Intervention Teams

when operating in an environment that means the client group is often moved around the female estate without any notice.

Financial Management & Risk Factors:

The only risk factor to the Wythenshawe Project would be non contract compliance – we are not currently in that position.

In our Report last year we commented:

The Trust will have to make the critical decision at that point to remain either a single provider of CARATS in HMPS/Young Offenders Institution (YOI) or to indicate our intention to expand through the tendering process to provide CARATS in other women's establishments. The Board has already agreed that our specialty is in the women's estate and have no current intentions with regard to the male estate.

All CARAT Service have now been put out to tender and the process will be completed early 2005.

Since our last report the women's prison estate nationally has been reoriented to area geographics. For example HMP/YOI Styal is now in the North West Area Estate.

The tendering process has therefore been orientated toward bids that fit into geographical areas – where female prisons are commonly in isolation or at best the minority.

We have stuck to our original commitment to the female estate and have tendered a cluster bid of women's prisons. We accept that the risk factors in securing the new generation contracts are not in our favour, given our commitment to the female estate and non compliance with the more acceptable option of area bidding.

4. RESULTS AND FINANCIAL MANAGEMENT

During 2003/04 the services provided by the Trust were purchased by the following organisations:

- Manchester Local Authority as lead purchaser for the Manchester Drug and Alcohol Team
- HMP & YOI Styal/CARAT

THE NEW START TRUST

A Private Company Limited by Guarantee

REPORT OF THE TRUSTEES AND DIRECTORS

FOR THE YEAR ENDED 31 MARCH 2004

4. RESULTS AND FINANCIAL MANAGEMENT (Continued)

The Company incurred a deficit for the year of £8423 (year ended 2003: £32843 surplus).

The Board of Trustees continue to operate policies for the good governance of the charity:

- ✓ A Board of Management Policy: Which includes an explanation of trustee responsibilities and liabilities
- ✓ A Financial Policy: Detailing financial practice, procedure, accountability, and funding strategy

The Trustees remain confident that we are integral to the fabric of the community in which we have proudly served for over 10 years.

5. RESERVES AND RISK ASSESSMENTS

The Directors and Trustees have now managed to secure long term funding for the Charity. Accordingly it has been decided that the funds previously designated by the Board to react to unforeseen changes (the Operating Costs Fund and the Rent Obligations Fund) are no longer necessary and these funds have therefore been transferred back to General Fund. The Board are confident that the General Reserve now provides adequate financial security.

The Directors and Trustees have assessed the risks to which the Charity is exposed, both in terms of finance and operational risks in carrying out its objectives, and are satisfied that the systems are in place to mitigate exposure to those risks.

6. COUNCIL OF MANAGEMENT

The Directors who served during the year are listed below:

	31 March 2004	31 March 2003
CHAIR	* J Keller	* J Keller
VICE CHAIR		
TREASURER		
COMPANY SEC.	* Rev S Herbert (and Treasurer)	* Rev S Herbert (and Treasurer)
MEMBERS	P Barnes (resigned 21/07/03) M Guhathakurta P Andrews (appointed 12/05/03) D Oldham (appointed 08/03/04)	P Barnes G Price M Guhathakurta

(*members of the Executive Committee)

The Directors are appointed by the members in general meeting. Their liability in respect of the company is limited to £1. See Note 10 to the accounts.

The Council of Management has received remuneration for travel expenses for their services during the year. Incidental travelling expenses of less than £1000 in total have been reimbursed.

THE NEW START TRUST**A Private Company Limited by Guarantee****REPORT OF THE TRUSTEES AND DIRECTORS****FOR THE YEAR ENDED 31 MARCH 2004****7. STATEMENT OF DIRECTORS AND TRUSTEES RESPONSIBILITIES**

Company law requires the Directors (who are also the Trustees and Council of Management of the charity) to prepare Financial Statements for each financial year which give a true and fair view of the state of the affairs of the company and of the surplus or deficit of the company for the period. In preparing those Financial Statements the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Follow applicable accounting standards, subject to any material departures disclosed and explained in the Financial Statements;
- Prepare the Financial Statements on a going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the Financial Statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

8. TAXATION

Exemption to taxation has been granted by the Inland Revenue under the provisions of section 505 of the Income and Corporation Taxes Act 1988.

9. FUNDS

The funds held by the Company are detailed in note 8 to the accounts.

10. CHANGES IN FIXED ASSETS

Movements in fixed assets are shown in note 5 to the accounts.


11. SMALL COMPANY EXEMPTION

In preparing this report, the Directors have taken advantage of the special provisions of Part VII of the Companies Act 1985 relating to small companies.

12. AUDITORS

A resolution will be proposed at the Annual General Meeting to reappoint the Auditors, Bentleys, Chartered Accountants.

APPROVED BY THE BOARD AND SIGNED ON BEHALF OF THE COUNCIL BY:



Rev. S Herbert - Secretary

6 September 2004

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE NEW START TRUST
A Private Company, Limited by Guarantee
FOR THE YEAR ENDED 31 MARCH 2004

We have audited the financial statements of The New Start Trust for the year ended 31 March 2004 on pages 4 to 7.

This report is made solely to the members of the Charity, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the members of the Charity those matters we are required to state to them in an auditor's report and for no other purposes. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity and the members of the Charity as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described on page 2.6 the company's directors (who also act as trustees for the charitable activities of the company) are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards and the Statement of Recommended Practice: Accounting and Reporting by Charities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Report of the Directors and Trustees is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Report of the Directors and Trustees and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE NEW START TRUST
A Private Company, Limited by Guarantee
FOR THE YEAR ENDED 31 MARCH 2004

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the charitable company as at 31 March 2004 and of its incoming resources and application of resources, including its income and expenditure for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Bentleys
Chartered Accountants & Registered Auditor
Hazlemere
70 Chorley New Road
Bolton
BL1 4BY

6 September 2004

THE NEW START TRUST

A Private Company Limited by Guarantee

ACCOUNTING POLICIES

FOR THE YEAR ENDED 31 MARCH 2004

The principal accounting policies adopted in the financial statements are set out below.

BASIS OF ACCOUNTING

The financial statements have been prepared under the Historical Cost Convention, and are in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities, published in October 2000 and applicable accounting standards.

FUND ACCOUNTING

General funds are available at the discretion of the directors in furtherance of the general objectives of the Company. Designated funds have been designated by the Board for specific purposes which can be changed by the Board.

Restricted funds, where applicable, are funds subject to specific restrictive conditions imposed by funders or by the purpose of the grant. Details of the balances on restricted funds at the year end are set out in note 8 to the accounts.

INCOMING RESOURCES

Income is recognised in the accounting period in which it is receivable. Grants or income relating to a future accounting period or received in advance of the attributable costs is deferred and carried forward as *grants and income in advance in creditors*.

Income includes grants in respect of revenue and capital items.

RESOURCES EXPENDED

Expenditure is classified under the principal categories of charitable and other expenditure rather than the type of expense.

The cost headings comprise expenditure, including staff costs, directly attributable to the activity. Where costs cannot be directly attributed they are allocated to activities on a basis consistent with the use of resources.

Central overheads are allocated on the basis of their use with the aim of ensuring that those costs remaining within administration relate to the management of the Company's assets, organisational administration and compliance with constitutional and statutory requirements.

All expenditure is accounted for on an accruals basis.

THE NEW START TRUST**A Private Company Limited by Guarantee****ACCOUNTING POLICIES - CONTINUED****FOR THE YEAR ENDED 31 MARCH 2004****DEPRECIATION**

Depreciation is provided on the cost of tangible fixed assets in order to write off the cost after taking account of scrap values over the expected useful lives as follows:-

Fixtures, Fittings & Equipment	40% in year 1
	30% in year 2
	20% in year 3
	10% in year 4

Profits and losses on sale of tangible fixed assets are included in operating profits.

CAPITAL GRANTS

The total of any capital grants are recognised in the Statement of Financial Activities in the year they are received, and not deferred over the life of the related assets, as per SORP 2000. A designated fund has been created reflecting the book value of the related assets. This fund will be reduced over the useful economic life of the assets in line with the depreciation policy.

OPERATING LEASES

Payments under operating leases are charged to the income and expenditure accounts in the period to which they relate.

PENSION COSTS

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged against the income and expenditure account.

VAT ACCOUNTING

All grant income and donations are outside the scope of VAT. Contract fees and certain other income are exempt supplies and therefore the Company is not liable to be registered for VAT.

Irrecoverable VAT on expenditure is not analysed separately but attributed to the category of expenditure on which it is incurred.

TAXATION

No provision is made for taxation as exemption has been granted by Inland Revenue from taxation under the provisions of Section 505 of the Income and Corporation Taxes 1988.

CASH FLOW STATEMENTS

The Company qualifies as a small company under the Companies Act 1985. The directors have elected to take advantage of the exemption under FRS1 not to prepare a cash flow statement.

THE NEW START TRUST

A Private Company Limited by Guarantee

SUMMARY INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2004

	Note	2004 £	2003 £
INCOME	1	284589	260585
Staff Costs	4	222233	144562
Depreciation	5	3203	4271
Other Operating Charges		68016	78933
		-----	-----
(DEFICIT)/SURPLUS BEFORE INTEREST	1 & 2	(8863)	32819
Interest Receivable	3	440	24
Interest Payable		-	-
		-----	-----
(DEFICIT)/SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION		(8423)	32843
Tax on Income on Ordinary Activities		-	-
		-----	-----
RETAINED (DEFICIT)/SURPLUS FOR THE YEAR		(8423)	32843
		=====	=====

In each of the years ended 31 March 2004 and 31 March 2003 the only gains or losses recognised by the Charitable Company were the surplus or deficit for the year, all of the activities undertaken by the Charitable Company were continuing activities and the reported surplus or deficit was determined by the Historical Cost Convention.

A Private Company Limited by Guarantee

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2004

	Unrestricted Funds £	Restricted Fund £	Total 2004 £	Total 2003 £
INCOME AND EXPENDITURE				
Income Resources				
Grants	176427	-	176427	231266
Donations	-	-	-	-
Contract Fees	106662	-	106662	25945
Investment Income	440	-	440	24
Other Income	1500	-	1500	3374
	-----	-----	-----	-----
Total Incoming Resources	285029	-	285029	260609
	=====	=====	=====	=====
Resources Expended				
Costs of Generating Funds:				
- Fund Raising & Publicity	23493	-	23493	15619
Charitable Expenditure:				
- Drugs Rehabilitation & Training	230591	-	230591	173245
- Management & Administration	39368	-	39368	38902
	-----	-----	-----	-----
Total Resources Expended	293452	-	293452	227766
	=====	=====	=====	=====
Net Outgoing/Incoming Resources Before Transfers	(8423)	-	(8423)	32843
Transfer Between Funds	818	(818)	-	-
	-----	-----	-----	-----
Net Outgoing/Incoming Resources For The Year	(7605)	(818)	(8423)	32843
Other Recognised Gains & Losses	-	-	-	-
	-----	-----	-----	-----
Net Movement in Funds	(7605)	(818)	(8423)	32843
Fund Balances B/Fwd	43828	818	44646	11803
	-----	-----	-----	-----
Fund Balances C/Fwd	36223	-	36223	44646
	=====	=====	=====	=====

The Unrestricted Fund is analysed in note 8 to the accounts.

The Restricted Fund represented the CARAT contract which ended last year in its current form.

THE NEW START TRUST

A Private Company Limited by Guarantee


BALANCE SHEET


AS AT 31 MARCH 2004

	Note	£	2004 £	£	2003 £
FIXED ASSETS					
Tangible assets	5		3204		6407
CURRENT ASSETS					
Debtors	6	10046		-	
Cash at Bank & in Hand		33202		45815	
		<u>43248</u>		<u>45815</u>	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR					
Creditors	7	10229		7576	
		<u> </u>		<u> </u>	
NET CURRENT ASSETS			33019		38239
			<u> </u>		<u> </u>
TOTAL ASSETS					
LESS CURRENT LIABILITIES			36223		44646
CREDITORS: AMOUNT FALLING DUE AFTER ONE YEAR			-		-
			<u> </u>		<u> </u>
			36223		44646
			<u>=====</u>		<u>=====</u>
FUNDS					
Restricted Funds			-		818
Unrestricted Funds			36223		43828
			<u> </u>		<u> </u>
	8		36223		44646
			<u>=====</u>		<u>=====</u>

These accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The Financial Statements on pages 4 to 7.5 were approved by the Council of Management and signed on its behalf by:-


J Keller - Chair


Rey S Herbert - Treasurer

6 September 2004

THE NEW START TRUST

A Private Company Limited by Guarantee

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2004

1. INCOME

The company being a registered charity currently receives its income almost entirely in the form of contracts. These are specifically provided in order to fund the company's principal aims and objectives. All the income is derived from the United Kingdom.

2. OPERATING SURPLUS

	2004 £	2003 £
Operating surplus is stated after:		
Auditors Remuneration	2000	1500
Depreciation of Tangible Fixed Assets	3203	4271
Operating Lease Rentals - Land and Buildings	14855	14855
Directors' and Trustees Remuneration	-	-
	=====	=====

The directors and trustees have received reimbursement of small amounts of incidental travelling expenses, totalling less than £1000.

3. INTEREST RECEIVABLE

Bank Interest Receivable	440	24
	=====	=====

4. STAFF COSTS

Wages costs during the year:

Wages and Salaries	198551	128533
Social Security	19230	12064
Recruitment Costs	4452	3507
Pension Costs	-	458
	-----	-----
	222233	144562
	=====	=====

Neither the Chair nor any other Director received any remuneration for their services during the year.

There are no high paid staff.

The average number of employees during the year excluding the Directors and Voluntary Staff was as follows:

Management/Direct Charitable/Administration	11	8
	=====	=====

THE NEW START TRUST

A Private Company Limited by Guarantee

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

FOR THE YEAR ENDED 31 MARCH 2004

5. TANGIBLE FIXED ASSETS

	Fixtures, Fittings and Equipment £
COST	
At 1 April 2003	67311
Additions	-
Disposal	-

At 31 March 2004	67311
	=====
DEPRECIATION	
At 1 April 2003	60904
Provided in Year	3203
Disposals	-

At 31 March 2004	64107
	=====
NET BOOK VALUE AT 31 MARCH 2004	3204
	=====
NET BOOK VALUE AT 31 MARCH 2003	6407
	=====

6. DEBTORS AND PREPAYMENTS

	2004 £	2003 £
Other Debtors	-	-
Accrued Income	10046	-
Prepayments	-	-
	-----	-----
	10046	-
	=====	=====

7. CREDITORS: AMOUNTS FALLING DUE
WITHIN ONE YEAR

Bank Overdraft	-	-
Social Security and Other Taxes	6118	4076
Accruals	4111	3500
	-----	-----
	10229	7576
	=====	=====

THE NEW START TRUST

A Private Company Limited by Guarantee

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2004 - CONTINUED

8. ANALYSIS OF MOVEMENTS OF FUNDS IN YEAR

	Restricted Fund CARAT	Designated Fund Rent Obligations	Designated Fund Operating Costs	Designated Fund Deferred Grants	Unrestricted Fund General	BALANCE SHEET TOTAL	BALANCE SHEET TOTAL
	£	£	£	£	£	2004	2003
Income	-	-	-	-	285029	285029	260609
Expenses	-	-	-	-	293452	293452	227766
	-	-	-	-	(8423)	(8423)	32843
Fund at Start	818	21628	15793	6407	-	44646	11803
Transfer re Management Fee	(818)	-	-	-	818	-	-
Transfer re Release of Capital Grant	-	-	-	(3203)	3203	-	-
Other Transfers	-	(21628)	(15793)	-	37421	-	-
Available for Use at Close	-	-	-	3204	33019	36223	44646

The Fund designated 'Deferred Grants' represents a capital grant of £10678 from Manchester City Council which is being released into the general fund at the depreciation rate on the assets brought with the grant. Therefore, £3203 being the depreciation charged against the assets in the year has been released to general fund.

The Rent Obligations Fund and Operating Costs Fund are no longer required and have been transferred to General Fund. See Trustees Report paragraph 5.

THE NEW START TRUST

A Private Company Limited by Guarantee

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

FOR THE YEAR ENDED 31 MARCH 2004

9. ANALYSIS OF NET ASSETS BETWEEN FUNDS

Fund balances at 31 March 2004 are represented by:-

	Unrestricted Funds £	Restricted Funds £	Total £
Tangible Fixed Assets	3204	-	3204
Current Assets	43248	-	43248
Current Liabilities	(10229)	-	(10229)
	-----	-----	-----
	36223	-	36223
	=====	=====	=====

10. CONSTITUTION

The Company is limited by guarantee and does not have a share capital. In the event of the company being wound up the members are committed to a contribution of £1 each.

11. CAPITAL COMMITMENTS

	2004 £	2003 £
Contracted for but not provided in the Financial Statements	Nil	Nil
	=====	=====

12. OPERATING LEASE COMMITMENTS

The Company has the following annual commitment under operating leases:-

	Land & Buildings £
Operating leases which expire:-	
Between 2 and 5 years	14855
	=====

This represents commitments in respect of the property lease at the Wythenshawe premises, and is for rent due within the next 12 months.

13. TRANSACTIONS WITH DIRECTORS & TRUSTEES

There has been no transactions with Directors during the year apart from reimbursement of modest amounts of incidental expenses, totalling less than £1000, and the following transaction.

THE NEW START TRUST

A Private Company Limited by Guarantee

DETAILED INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2004

	£	2004 £	£	2003 £
GRANT INCOME				
CARAT Contract/Styal Prison	106662		77821	
Manchester City Council	176427		118032	
North Manchester Primary Care Trust	-		61358	
	-----		-----	
		283089		257211
OTHER INCOME		1500		3374
		-----		-----
TOTAL INCOME		284589		260585
		=====		=====
STAFF COSTS				
Salaries	198551		128533	
Social Security	19230		12064	
Recruitment Expenses	4452		3507	
Pension Costs	-		458	
	-----		-----	
		222233		144562
OTHER OPERATING CHARGES				
Project Costs	7987		14581	
Rent, Rates and Water	27020		19099	
Light and Heat	3144		3363	
Cleaning	2412		2188	
Travelling Expenses	4046		4123	
Printing, Stationery and Postage	3488		8717	
Telephone	2992		1735	
Insurance	2800		2667	
Legal and Professional	4109		10839	
Staff Training	6407		4783	
Sundry	1199		3570	
Publications and Subscriptions	335		391	
Audit	2000		1500	
Entertaining	77		1235	
Bank Charges	-		142	
	-----		-----	
		68016		78933
DEPRECIATION - Fixtures and Fittings		3203		4271
BANK INTEREST RECEIVABLE		(440)		(24)
BANK INTEREST PAYABLE		-		-
		-----		-----
TOTAL EXPENSES		293012		227742
		-----		-----
(DEFICIT)/SURPLUS FOR THE YEAR		(8423)		32843
		=====		=====