
**WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST
LIMITED**

COMPANY LIMITED BY GUARANTEE

CONSOLIDATED FINANCIAL STATEMENTS

31 MARCH 2013

Company Number : 4345294

Registered Charity Number : 1122223

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**WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED
COMPANY LIMITED BY GUARANTEE**

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2013

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**WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED
COMPANY LIMITED BY GUARANTEE**

THE TRUSTEES' REPORT

YEAR ENDED 31 MARCH 2013

The trustees are pleased to present their report together with the financial statements of the charity for the year ended 31st March 2013. In preparing this report, the Trustees have had due regard to guidance published by the Charities Commission on public benefit.

Reference and administrative details

Registered Company Number 4345294
Registered Charity Number 1122223
Registered Office 99 Acklam Road
 Acklam
 Middlesbrough
 TS5 5HR

Chief Executive Sandra Phillips

Details of the Board of Trustees are set out below. The Trustees are also known as directors of WMNT Ltd for the purposes of company law.

Name	Role	Date Elected	Date Resigned
Cllr Charlie Rooney		13 07 2010	
Geoff Payne	Secretary	25 01 2007	
James Cooper		June 2009	
Sharon Stuttard	Chair from 05 01 10	17 11 2008	
Paul Keane		17 11 2009	
Paul Peacock		23 11 2010	

**WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED
COMPANY LIMITED BY GUARANTEE**

THE TRUSTEES' REPORT *(continued)*

YEAR ENDED 31 MARCH 2013

Auditors	S V Bye New Garth House Upper Garth Gardens Guisborough TS14 6HA
Bankers	National Westminster Bank PLC PO Box 352 Brampton Road Newcastle under Lyme ST5 0QX
Solicitors	Dickinson Dees The Chocolate Works Bishopthorpe Road York North Yorkshire YO23 1DE Gordons LLP Riverside West Whitehall Road Leeds LS1 4AW
Investment Bankers	Schroder & Co Limited 100 Wood Street London EC2V 7ER

WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED COMPANY LIMITED BY GUARANTEE

THE TRUSTEES' REPORT *(continued)*

YEAR ENDED 31 MARCH 2013

Introduction from the Chair

2012/13 has been a challenging but rewarding year for the Charity. We have continued to develop our expertise and portfolio of services to allow the Charity to be able to explore other areas in this difficult economic climate such as accredited training. We are also keen to expand our services to support ex-offenders into work as we believe that having sustained employment is key to preventing re-offending.

Employability has remained a priority for WMNT. We have continued to develop and expand our successful work clubs which are now Middlesbrough wide and have, in total, supported 545 clients to move into or nearer to employment. We have continued to work with partners to provide support for 703 Job Centre Plus clients in terms of preparation for work via an accredited training programme.

The Charity's Just 4 Youth team has continued to work with and support young people through a number of projects including a football job club and football team. The Just 4 Youth team have also had significant input into the successful partnership Big Lottery Fund application called Know Your Money Keep the Change, which focuses on financial awareness for young people in social housing.

The Acklam Green Centre and Resource Centre have both had a successful year and continue to support the local and business community with a number of events and activities being held in the centres including the highly popular U-Choose event.

The board continues to recognise that the next few years will remain challenging for the Charity but we are committed to ensuring the continued success of the organisation.

Sharon Stuttard
Chair

WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED COMPANY LIMITED BY GUARANTEE

THE TRUSTEES' REPORT *(continued)*

YEAR ENDED 31 MARCH 2013

WMNT's Aims & Objectives

WMNT was established for the promotion for the public benefit of urban and rural regeneration in areas of social and economic deprivation. In delivering its objectives, WMNT seeks to address a range of broad social issues through an extensive programme of regeneration. Established as a Charity in 2008, WMNT currently operates mainly within the Tees Valley but is looking to expand its operations more widely.

A snap-shot of 2012/13

Young People:

BLF Know Your Money Keep the Change – The project is to work alongside the social housing landlords of Middlesbrough (seven in total) to help their young tenants become more financially confident.

This project is now up and running with the Project Manager and Team Leader having been recruited onto the Big Lottery funded initiative. The lead partner is Erimus, however Just 4 Youth have a significant delivery element within the project.

A town centre base has been identified and the team have been working around how the venue is to be designed (working with young people) on a limited budget.

Regular meetings with the 'youth panel' connected to the project have been on-going and this group will guide and steer the project throughout its lifetime – this group have also been shaping money management activities for the future service users. The project will go live for referrals May 2013.

Football Job Club – We continue to run the initiative although numbers have been low – this is being supported by a volunteer and a football coach. We are continuing to explore ways to promote the scheme via leaflets and engagement.

West Middlesbrough Academy FC - The team was set up with funding from the Princes Trust to develop a programme concentrating on breaking down barriers where there are racially diverse communities by engagement and involving white British & the BME communities playing together as one team. The 2012 -2013 football season has started, 15 games played in the Premier Division with 6 wins, 5 draws and 4 losses. Just 4 Youth has secured funding to support the following season through the Communities First Fund. This funding will help support league and FA affiliation fees, venue hire for training, training equipment and first aid training.

WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED COMPANY LIMITED BY GUARANTEE

THE TRUSTEES' REPORT *(continued)*

YEAR ENDED 31 MARCH 2013

Community Activities

The Whinney Banks pond area 'clean up' is on-going and is being carried out by the Community Payback team, they have done a fantastic job and all residents using that area have commented on how much better it is looking

The Junior Youth Club is being very well attended by young people from the Whinney Banks area. Unfortunately volunteers are thin on the ground at the moment so the youth club is being kept open by staff from IYSS Sure Start and Staff from WMNT

A 'good grub club' taster session was held at the Trinity Methodist Church on Tuesday 29th January 9.30 – 11.30am, this was attended by a small number of residents, who enjoyed it. We are looking to run more taster sessions if there is a need identified

The popular UChoose initiative in 2012 received a high level of interest and 26 applications were submitted, of those all were approved by the judging panel (with some conditions) to go through to the voting event

The voting event was held on Saturday 28th July 2012 at the WMNT Resource Centre. The event was ran on the same basis as previous years, around a 'fun day' atmosphere with a bouncy castle, face painter and balloon maker. This event seen the biggest turn out yet, with just over 300 people attending. The atmosphere was great, everyone enjoyed themselves and took part in the voting process. The outcome of the voting was that 24 projects were supported, totalling just over £20,000

Employability

Job Clubs: WMNT has continued to run its successful work clubs at the Resource Centre and the Acklam Green Centre but has now expanded to support clients from across Middlesbrough. To date 545 clients were helped to move nearer the job market

Pace and Purpose: WMNT worked closely with Hartlepool College of Further Education to run an accredited employability course at both the Acklam Green Centre and at Thorntree Community Centre. The programme worked with over 703 Job Centre Plus clients to help prepare them for the jobs market at the same time giving those clients a qualification

SSU/SSR: WMNT were selected by A4e to help support delivery of their SSU/SSR contract. Accredited training was provided through the Open College Network (OCN) to clients who had recently been made redundant or had been unemployed for up to 6 months. The programme ran for 3 months during the year and assisted 63 clients through the training giving them a qualification and enabling them to move closer to re-employment

WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED COMPANY LIMITED BY GUARANTEE

THE TRUSTEES' REPORT*(continued)*

YEAR ENDED 31 MARCH 2013

Enterprise:

USell: The Charity's USell initiative has continued to receive high quality stock from a number of suppliers including two local police forces. The Charity is hopeful that further suppliers can be brought on board in the next twelve months to help sustain the operation.

The Corner Emporium: The Charity continues to work in partnership with Middlesbrough Council and Business in the Community to manage the Corner Emporium in Middlesbrough town centre. The Emporium provides a low risk and fully supported environment for test trading of new businesses. The new businesses are able to trade for a period of 6 months with access to business support and then are helped to move into new premises if they are ready to do so. The Emporium has been a huge success and has been extended for a further year due to the number of applications from new businesses.

Facilities:

Acklam Green Centre: The new flagship centre has been open for 2 years and continues to offer a wide range of conference, banqueting and meeting options from 2 to 200 guests. The centre has now been licensed for civil marriages and civil partnerships and the first wedding has been booked for April 2013. WMNT have taken over the catering within the centre and the new café menu has proved very popular. The hot-desking and easy term office rental has proved popular with a number of businesses now based at and operating from the centre. A number of community activities take place at the centre during the evening and at weekends including the very popular Zumba classes. The attached sports pitches are attracting more customers with a number of leagues booking regular pitches.

Resource Centre: The centre remains a hive of community activity with a number of classes for local residents running during various times of the day including a weekly job club.

Housing: The Charity continues to maintain its housing stock to a high level.

Future Developments:

The Charity is keen to continue to develop skills in the area of training and accreditation as well as expanding our employability services. We continue to seek new partners to allow WMNT to be a major deliverer of employability support across Tees Valley and beyond. We are actively exploring opportunities in the area of offender management both pre-release and post release both as a sole deliverer and as part of a wider partnership approach. The Charity is keen to develop our enterprise offer and support more start-up businesses again in partnership with other organisations using the experience we have gained from the Corner Emporium project.

The Charity is keen to expand to beyond Middlesbrough and the Tees Valley and both the Board and membership have agreed that in order to do this successfully and reflect the new focus of the organisation, the charity will need to change its name and re-launch itself. A process is on-going to establish a new name and identity which will hopefully launch in autumn 2013.

WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED COMPANY LIMITED BY GUARANTEE

THE TRUSTEES' REPORT *(continued)*

YEAR ENDED 31 MARCH 2013

Structure, Governance and Management

WMNT is a registered charity and a company limited by guarantee. It is governed by a Board of Trustees who are appointed by its members. The Board of Trustees

- Sets the policy of the charity,
- Is involved in determining the corporate strategy of WMNT, including setting key strategic objectives,
- Approves the financial strategy for the organisation and authorises major decisions about the use of finances,
- Approves the programme of delivery for WMNT activities,
- Sets the framework for human resources policy.

Recruitment and Training of Trustees

Trustees are recruited in line with the terms laid down in the Articles of Association. Trustees retire on a rotation with a third of directors retiring by rotation at each Annual General Meeting of WMNT.

Individuals wishing to be considered for the role of Trustee are required to submit an application to the Chair of the Board who will short-list suitable applicants on the basis of relevant skills and experience, prior to an election process.

Following their appointment Trustees are issued with a Trustee Handbook and are invited to an induction meeting to update them on the current strategic issues facing the organisation. On-going training needs are identified as part of an annual, formal appraisal process designed for Trustees.

Organisational Structure & Decision Making

Responsibility for the day to day management of WMNT and the implementation of Board decisions and policy is delegated to WMNT Chief Executive, with the support of WMNT Management Team and staff.

The Board meets a minimum of 6 times per year.

Internal Controls and Risk Management

Systems and procedures have been established to identify, monitor and manage the risks that WMNT faces. Strategic decisions taken by the Trustees include full consideration of risk based on a risk assessment matrix. As a recently-formed charity, WMNT has established a risk register which will be kept under review by the Trustees.

The most significant risks currently faced by WMNT relate to the move toward a change in the source of funds away from the NDC programme. In response to this WMNT has undertaken an organisational restructuring to ensure the size and shape of the organisation is both affordable and fit for purpose as the organisation evolves. This will be an on-going process until the new funding streams are sufficient to ensure WMNT's long-term sustainability.

WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED

COMPANY LIMITED BY GUARANTEE

THE TRUSTEES' REPORT*(continued)*

YEAR ENDED 31 MARCH 2013

Financial Review

In the financial year ended 31 March 2013, incoming resources were £628,819 (2012 £698,691)

Resources expended for the financial year were £1,105,766 (2012 £1,331,394)

Reserves Policy

Due to the changes in income streams and the higher levels of risk that the charity now faces WMNT have set the minimum level of unrestricted reserves to £600,000. The reserves are to be used to continue the furtherance of the charities objectives during times when the funding streams of the charity are not certain or when the income levels fall significantly.

At 31 March 2013, total reserves held were £8,031,480 (2012 £8,508,427). Of this amount £4,357,987 (2012 £4,474,594) was restricted capital funds. The balance of reserves £3,673,493 (2012 £4,033,833) comprise of designated funds of £1,050,000 (2012 £545,000) and unrestricted funds £2,623,493 (2012 £2,888,833) available to the charity.

Trustees' Responsibilities

The trustees (who are also directors of the Trust for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for the year. In preparing these financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently,
 - observe the methods and principles in the Charities SORP,
 - make judgements and estimates that are reasonable and prudent,
 - state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
 - prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.
-

**WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED
COMPANY LIMITED BY GUARANTEE**

THE TRUSTEES' REPORT *(continued)*

YEAR ENDED 31 MARCH 2013

Trustees' Responsibilities (continued)

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

In so far as the trustees are aware:

- ~~there is no relevant audit information of which the charitable company's auditor is unaware, and~~
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Registered office

99 Acklam Road
Middlesbrough
TS5 5HR

Signed by order of the trustees



Geoff Payne
Company Secretary

Approved by the trustees on 30th July 2013

**WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF
WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED**

YEAR ENDED 31 MARCH 2013

We have audited the financial statements of West Middlesbrough Neighbourhood Trust Limited for the year ended 31st March 2013 which comprise the Statement of Financial Activities, the Balance Sheet, and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and to the charitable company's trustees, as a body, in accordance with regulations made under section 154 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the charitable company's members and its 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 charitable company and its members as a body, and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement set out on pages 10 and 11, 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 151 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 Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the 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. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

**WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF WEST
MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED (continued)**

YEAR ENDED 31 MARCH 2013

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31st March 2013, 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 applicable to smaller entities) and
-
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011

Opinion on other matter 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 accounting records or returns adequate for our audit have not been received from branches not visited by us, or
- the parent charitable company 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, or
- 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



Michael Beeforth (Senior Statutory Auditor)
For and on behalf of S V Bye, Statutory Auditor

2nd August 2013

S V Bye is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

**WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED
COMPANY LIMITED BY GUARANTEE**

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME & EXPENDITURE ACCOUNT)**

FOR THE YEAR ENDED 31ST MARCH 2013

	Note	Unrestricted Funds £	Restricted Funds £	Capital Funds £	Total 2013 £	Total 2012 £
INCOMING RESOURCES						
Incoming resources from generated funds						
Income from subsidiary		26,619	-	-	26,619	29,009
Activities for generating funds		336,811	-	-	336,811	202,062
Rental income		50,864	-	-	50,864	45,585
Interest receivable and similar income		95,116	-	-	95,116	32,510
From Charitable activities						
Grants received	2	-	27,011	-	27,011	389,486
Other Incoming Resources						
Other Income	3	92,398	-	-	92,398	39
TOTAL INCOMING RESOURCES		601,808	27,011	-	628,819	698,691
RESOURCES EXPENDED						
Cost of Generating Funds	4	329,173	-	-	329,173	292,590
Cost of Charitable Activities	4	597,555	26,574	134,805	758,934	1,021,934
Governance Costs	4	17,222	437	-	17,659	16,870
TOTAL RESOURCES EXPENDED		943,950	27,011	134,805	1,105,766	1,331,394
NET OUTGOING RESOURCES		(342,142)	-	(134,805)	(476,947)	(632,703)
Other recognised Gains and Losses						
Profit/(Loss) on Property Disposals		-	-	-	-	-
NET EXPENDITURE FOR THE YEAR		(342,142)	-	(134,805)	(476,947)	(632,703)
Transfers	14,15,16	(18,198)	-	18,198	-	-
Net Movement in Funds		(360,340)	-	(116,607)	(476,947)	(632,703)
Balance at 1 st April 2012		4,033,833	-	4,474,594	8,508,427	9,141,130
Balance at 31 st March 2013		3,673,493	-	4,357,987	8,031,480	8,508,427

The notes on pages 17 to 25 form part of these accounts

WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME & EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31ST MARCH 2013

	Note	Unrestricted Funds £	Restricted Funds £	Capital Funds £	Total 2013 £	Total 2012 £
INCOMING RESOURCES						
Incoming resources from generated funds						
Activities for generating funds		336,915	-	-	336,915	202,062
Rental income		50,864	-	-	50,864	49,605
Interest receivable and similar income		95,116	-	-	95,116	32,510
From Charitable activities						
Grants received	2	-	26,446	-	26,446	234,871
Other Incoming Resources						
Other Income	3	92,294	-	-	92,294	39
TOTAL INCOMING RESOURCES		575,189	26,446	-	601,635	519,087
RESOURCES EXPENDED						
Cost of Generating Funds	4	319,290	-	-	319,290	252,875
Cost of Charitable Activities	4	524,491	26,018	132,820	683,329	913,208
Governance Costs	4	15,798	428	-	16,226	14,844
TOTAL RESOURCES EXPENDED		859,579	26,446	132,820	1,018,845	1,180,927
NET OUTGOING RESOURCES		(284,390)	-	(132,820)	(417,210)	(661,840)
Other recognised Gains and Losses						
Profit/(Loss) on Property Disposals		-	-	-	-	-
NET EXPENDITURE FOR THE YEAR		(284,390)	-	(132,820)	(417,210)	(661,840)
Transfers	14,15,16	(18,198)	-	18,198	-	-
Net Movement in Funds		(302,587)	-	(114,622)	(417,210)	(661,840)
Balance at 1 st April 2012		3,967,247	-	4,469,324	8,436,571	9,098,411
Balance at 31 st March 2013		3,664,660	-	4,354,702	8,019,361	8,436,571

The notes on pages 17 to 25 form part of these accounts

**WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED
COMPANY LIMITED BY GUARANTEE**

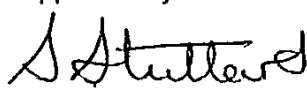
CONSOLIDATED BALANCE SHEET

31 MARCH 2013

		Group		Charity	
	Note	2013	2012	2013	2012
		£	£	£	£
FIXED ASSETS					
Tangible assets	8	3,891,437	4,008,044	3,888,152	4,002,774
Investment in subsidiary		-	-	1	1
Property Investment	9	466,550	466,550	466,550	466,550
Investment - Schroders	9	1,600,000	1,600,000	1,600,000	1,600,000
		5,957,987	6,074,594	5,954,703	6,069,324
CURRENT ASSETS					
Debtors	10	119,157	115,707	153,488	98,813
Cash Investment	9	1,911,042	2,000,000	1,911,042	2,000,000
Cash at bank and in hand		115,951	466,142	98,156	410,202
		2,146,150	2,581,849	2,162,686	2,509,015
CREDITORS: Amounts falling due within one year	11	(72,657)	(148,016)	(98,028)	(141,769)
NET CURRENT ASSETS		2,073,493	2,433,833	2,064,658	2,367,246
NET ASSETS		8,031,480	8,508,427	8,019,361	8,436,571
CAPITAL & RESERVES					
General Funds	14	2,623,493	3,488,833	2,614,660	3,422,247
Designated Funds	14	1,050,000	545,000	1,050,000	545,000
Total Unrestricted Funds	14	3,673,493	4,033,833	3,664,660	3,967,247
Restricted Income Funds	15	-	-	-	-
Restricted Capital Funds	16	4,357,987	4,474,594	4,354,702	4,469,324
TOTAL FUNDS		8,031,480	8,508,427	8,019,361	8,436,571

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 relating to small groups

Approved by the trustees and authorised for issue on 30th July 2013


Sharon Stuttard


Geoff Payne

Company Number – 4345294

The notes on pages 17 to 25 form part of these accounts

WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2013

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historic cost convention and in accordance with the Charities Act 2011, Companies Act 2006 and the Charities SORP (2005). The accounts consolidate those with the charity's wholly owned subsidiary Ngage Client Solutions Limited.

Incoming resources

Incoming Resources represent the income relating to government grants, donations and generated income accrued and received in the year.

The incoming resources and deficit are attributable to the principal activity of the charity and all arise in the United Kingdom.

Fixed assets

All fixed assets are initially recorded at purchase cost plus the costs of any directly attributable expenditure.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Freehold Property	- 50 years straight line
Investment Property	- No Depreciation
Football Pitches	- 25 years straight line
Equipment	- 4 years straight line

Investments

The Multi Asset Investment is stated at invested value at the balance sheet date. The market value is included in the notes to the accounts and has been valued by Schroder WMNT's investment bankers.

Investment properties have been shown at their net written down value as at 31st March 2012. The trustees consider that this is a conservative valuation and a formal independent valuation will be obtained in 2014 and then every 5 years. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the year.

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

**WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2013

1. ACCOUNTING POLICIES (*continued*)

Fund Accounting

General funds are unrestricted funds that are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements. The capital fund identifies the funds represented by fixed assets. Restricted funds are those which can only be used in accordance with the wishes of the donor.

Non-charitable operating funds represent those reserves retained by the charity's subsidiary.

Pension Contributions

The charitable company operates a Group Personal Pension Scheme for the benefit of its own staff. Pension contributions to defined contribution schemes are written off to the statement of financial activities in the year to which they relate.

Transfer between Funds

The transfer between Capital funds and unrestricted funds represents movements in fixed assets.

The transfer from unrestricted funds to restricted funds represents support provided by the charity for restricted projects.

Grants Payable

Grants are recognised as expenditure in the year in which they are approved by the Trustees. Grants which are unpaid in the year are carried forward as creditors.

Resources expended

All expenditure is accounted for on an accruals basis, and has been classified under headings that aggregate all costs related to the category. Governance Costs are costs related to the general running of the charity that are not directly attributable to charitable activities.

Irrecoverable VAT

Irrecoverable VAT arising from partial exemption is shown as a separate item and included in resources expended in the year in which it arises.

WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2013

2 GRANTS RECEIVABLE

	GROUP		CHARITY	
	2013	2012	2013	2012
	£	£	£	£
New College Durham - Grant	-	115,588	0	115,588
Third Sector Capacity Fund - Grant	0	79,035	0	79,035
MBC Funding	0	12,000	0	12,000
Macmillan Grant	15,673	26,465	15,673	26,465
DWP Grant	4,580	-	4,580	-
Big Lottery Grant	3,918	-	3,918	-
Football Foundation Grant	2,025	-	2,025	-
Other Grants	815	156,398	250	1,783
	<u>27,011</u>	<u>389,486</u>	<u>26,446</u>	<u>234,871</u>

3 OTHER INCOME

This includes a one off Lease Premium of £92,250

4 RESOURCES EXPENDED GROUP

	Generating Funds	Charitable Activities	Governance Costs	Total 2013	Total 2012
	£	£	£	£	£
Direct costs - Other	76,294	52,936	-	129,230	195,051
Direct costs - Staffing	55,212	80,061	-	135,273	334,116
Administration costs	101,696	94,744	371	196,811	187,482
Staffing and related costs	95,971	349,945	6,268	452,184	349,471
Audit and related costs	-	-	11,020	11,020	9,755
Depreciation	-	134,805	-	134,805	144,414
Grants to organisations	12	-	19,695	19,695	64,063
Irrecoverable VAT	-	26,748	-	26,748	47,042
	<u>329,173</u>	<u>758,934</u>	<u>17,659</u>	<u>1,105,766</u>	<u>1,331,394</u>

4 RESOURCES EXPENDED CHARITY

	Generating Funds	Charitable Activities	Governance Costs	Total 2013	Total 2012
	£	£	£	£	£
Direct costs - Other	73,229	44,825	-	118,054	130,403
Direct costs - Staffing	55,041	24,891	-	79,932	77,740
Administration costs	94,916	69,943	133	164,992	125,893
Staffing and related costs	96,104	346,545	6,273	448,922	329,803
Audit and related costs	-	-	9,820	9,820	8,500
Depreciation	-	132,820	-	132,820	142,430
Grants to organisations	12	-	37,557	37,557	319,116
Irrecoverable VAT	-	26,748	-	26,748	47,042
	<u>319,290</u>	<u>683,329</u>	<u>16,226</u>	<u>1,018,845</u>	<u>1,180,927</u>

Grants to Organisations – Projects required external service providers to deliver them. Grants were therefore paid over to these organisations from the grants received by WMNT.

WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2013

5 NET OUTGOING RESOURCES FOR THE YEAR

Net outgoing resources for the year is stated after charging

	GROUP		CHARITY	
	2013	2012	2013	2012
	£	£	£	£
Directors'/Trustees' emoluments	-	-	-	-
Depreciation of owned fixed assets	134,805	144,414	132,821	142,430
Profit/(Loss) on disposal of fixed assets	-	-	-	-
Auditor's remuneration				
- as auditor	7,500	7,500	7,000	7,000
- other services	3,520	2,255	2,820	1,500
	<u>7,500</u>	<u>7,500</u>	<u>7,000</u>	<u>7,000</u>
	<u>3,520</u>	<u>2,255</u>	<u>2,820</u>	<u>1,500</u>

6 PARTICULARS OF EMPLOYEES

The average number of staff employed by the group during the financial year was 28 (2012 46) The average number of full time equivalent staff was as follows

	GROUP		CHARITY	
	2013	2012	2013	2012
Number of administrative staff	14	21	13	10
Number of management staff	8	8	7	5
	<u>22</u>	<u>29</u>	<u>20</u>	<u>15</u>

The aggregate payroll costs of the above were

	GROUP		CHARITY	
	2013	2012	2013	2012
	£	£	£	£
Charity				
Wages and salaries	538,243	620,483	483,777	365,357
Social Security costs	47,604	52,628	43,467	34,374
Employers Pension Contributions	1,610	1,527	1,610	1,527
	<u>587,457</u>	<u>674,638</u>	<u>528,854</u>	<u>401,258</u>

The emoluments of one member of staff were in the band £80,000 - £90,000

No remuneration was paid to trustees and no expenses were reimbursed (2012 £0)

7 TAXATION

The Trust is exempt from Corporation Tax on its charitable activities and the Board believe that no liability has arisen during the year

WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2013

8 TANGIBLE FIXED ASSETS – GROUP

	Freehold Property £	Equipment £	Total £
COST			
At 1 April 2012	5,075,018	84,616	5,159,634
Additions	0	18,198	18,198
At 31 March 2013	5,075,018	102,814	5,177,832
DEPRECIATION			
At 1 April 2012	1,105,905	45,685	1,151,590
Charge for the year	115,186	19,619	134,805
At 31 March 2013	1,221,091	65,304	1,286,395
NET BOOK VALUE			
At 31 March 2013	3,853,927	37,510	3,891,437
At 31 March 2012	3,969,113	38,931	4,008,044

TANGIBLE FIXED ASSETS – CHARITY

	Freehold Property £	Equipment £	Total £
COST			
At 1 April 2012	5,075,018	76,676	5,151,694
Additions	0	18,198	18,198
At 31 March 2013	5,075,018	94,874	5,169,892
DEPRECIATION			
At 1 April 2012	1,105,905	43,015	1,148,920
Charge for the year	115,186	17,634	132,820
At 31 March 2013	1,221,091	60,649	1,281,740
NET BOOK VALUE			
At 31 March 2013	3,853,927	34,225	3,888,152
At 31 March 2012	3,969,113	33,661	4,002,774

**WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2013

9 INVESTMENTS

	GROUP		CHARITY	
	2013	2012	2013	2012
Multi-Asset - Schroders	1,600,000	1,600,000	1,600,000	1,600,000
Cash Management - Schroders	1,911,042	2,000,000	1,911,042	2,000,000
Investment - Properties	466,550	466,550	466,550	466,550
	<u>3,977,592</u>	<u>4,066,550</u>	<u>3,977,592</u>	<u>4,066,550</u>

The Market Value of the Multi Asset Investment as at the balance sheet date was £1,727,943

Investment properties have been shown at their net written down value as at 31st March 2012

The trustees consider that this is a conservative valuation and a formal independent valuation will be obtained in 2014

10 DEBTORS

	GROUP		CHARITY	
	2013	2012	2013	2012
	£	£	£	£
Debtors - Charitable activities	57,018	62,463	57,018	14,794
Amounts owed by group undertakings	-	-	34,554	39,450
Prepayments and accrued income	62,139	53,244	61,916	44,569
	<u>119,157</u>	<u>115,707</u>	<u>153,488</u>	<u>98,813</u>

11 CREDITORS: Amounts falling due within one year

	GROUP		CHARITY	
	2013	2012	2013	2012
	£	£	£	£
Creditors – suppliers	22,365	66,534	21,687	57,060
Amounts owed to group undertakings	-	-	30,770	8,458
Other taxation and social security	21,188	21,905	20,559	20,871
Other creditors	1,713	1,569	1,713	1,569
Accruals and deferred income	27,391	58,008	23,299	53,811
	<u>72,657</u>	<u>148,016</u>	<u>98,028</u>	<u>141,769</u>

**WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2013

12 GRANTS TO ORGANISATIONS - GROUP

	Social/ Regeneration	Training	Total
	£	£	£
Uchoose grants	19,695	-	19,695
	<u>19,695</u>	<u>-</u>	<u>19,695</u>

GRANTS TO ORGANISATIONS - CHARITY

	Social/ Regeneration	Training	Total
	£	£	£
Uchoose grants	19,695	-	19,695
Ngage	-	17,862	17,862
	<u>19,695</u>	<u>17,862</u>	<u>37,557</u>

Social/Regeneration - assisting the community with social & regeneration projects within West Middlesbrough

Training - establishing a training enterprise to link in with WMNT's employability theme

13 ANALYSIS OF GROUP NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Restricted Funds	Capital Funds	TOTAL
	£	£	£	£
Charity - Fixed Assets	-	-	3,888,152	3,888,152
Charity - Property Investments	-	-	466,550	466,550
Charity - Net Current Assets	3,664,660	-	-	3,664,660
Subsidiary - Fixed Assets	-	-	3,285	3,285
Subsidiary - Net Current Assets	8,834	-	-	8,834
	<u>3,673,493</u>	<u>-</u>	<u>4,357,987</u>	<u>8,031,480</u>

WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED
COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2013

14 UNRESTRICTED FUNDS	2013	2012
	£	£
Balance brought forward	3,488,833	4,567,885
Funds received in year	601,808	309,205
Expenditure in year	(943,950)	(791,220)
Transfers to/from Restricted/Capital Funds	(18,198)	(52,037)
Transfer to Designated Fund	(505,000)	(545,000)
	<hr/>	<hr/>
Balance carried forward	2,623,493	3,488,833
	<hr/>	<hr/>

DESIGNATED FUNDS	2013	2012
	£	£
Sports Pitches	30,000	15,000
Acklam Green Centre	640,000	320,000
Resource Centre	300,000	150,000
Houses	40,000	20,000
Vehicles	20,000	20,000
Redundancies	10,000	10,000
Disposals - Legal Fees	10,000	10,000
	<hr/>	<hr/>
	1,050,000	545,000
	<hr/>	<hr/>
TOTAL OF UNRESTRICTED FUNDS	3,673,493	4,033,833
	<hr/>	<hr/>

Designated funds comprise unrestricted funds that have been set aside by the trustees for a specific purpose

15 RESTRICTED FUNDS	2013	2012
	£	£
Balance brought forward	-	-
Funds received in year	27,011	389,486
Expenditure in year	(27,011)	(395,760)
Transfers to/from Unrestricted Funds	-	6,274
	<hr/>	<hr/>
Balance carried forward	-	-
	<hr/>	<hr/>

WEST MIDDLESBROUGH NEIGHBOURHOOD TRUST LIMITED COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2013

16 CAPITAL FUNDS

	2013	2012
	£	£
Balance brought forward	4,474,594	4,573,245
Grants Received in year	-	-
Depreciation	(134,805)	(144,414)
Profit/(Loss) on disposal of Fixed Assets	-	-
Impairment provision	-	-
Transfer from/to Unrestricted Funds	18,198	45,763
	<u>4,357,987</u>	<u>4,474,594</u>
Balance carried forward	<u>4,357,987</u>	<u>4,474,594</u>

The transfer between Capital funds and unrestricted funds represents movements in fixed assets. The transfer from unrestricted funds to restricted funds represents support provided by the charity for restricted projects.

17 COMPANY LIMITED BY GUARANTEE

The company is limited by guarantee and does not have a share capital.

18 SUBSIDIARY COMPANY

The charity owns the whole of the issued ordinary share capital of Ngage Client Solutions Limited, which is a social enterprise company working with young people and those who are unemployed. The subsidiary is now Dormant and the remaining Funds will transfer back to the charity.

Its summary results for the year to 31st March 2013 are as follows:

	£
Income	83,485
Expenditure	111,084
Deficit	(27,599)
Assets	52,074
Liabilities	40,567
Funds	11,507

19 RELATED PARTY TRANSACTIONS

Ngage Client Solutions Limited is a wholly owned subsidiary of the Trust, details of which are shown in Note 18.

20 CAPITAL COMMITMENTS

The Trust had no contractual commitments to future capital expenditure at the year end.