

MOBEX NORTH EAST
(A Company Limited by Guarantee)

MOBEX NORTH EAST
(A company limited by guarantee)

UNAUDITED
MANAGEMENT COMMITTEE'S REPORT AND FINANCIAL STATEMENTS
For the Year ended 31 March 2012

Registered number: 02973399
Charity number: 1041710

SATURDAY



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18/08/2012
COMPANIES HOUSE

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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS
TRUSTEES AND ADVISERS**
For the Year ended 31 March 2012

Management Committee

Derek Shingleton, Chair
Tom Bird, Secretary
Sonya McDonough, Trustee
James Walder, Treasurer
Rebecca Armstrong, Trustee
Andrea Ward, Trustee (resigned 1/11/2012)

Company registered number
02973399

Charity registered number
1041710

Registered Office
Unit 3-5
Stoddart Street
Shieldfield Industrial Estate
Newcastle upon Tyne
NE2 1AN

Company Secretary
T Bird

Chief Executive Officer
D Gilchrist

Accountants
Ryecroft Glenton
Chartered Accountants
32 Portland Terrace
Newcastle upon Tyne
NE2 1QP

Bankers
Royal Bank of Scotland
31 Grey Street
Newcastle upon Tyne
NE1 8AS

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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS
TRUSTEES AND ADVISERS**
For the Year ended 31 March 2012

Advisers (continued)

Solicitors
Muckle LLP
Time Central
32 Gallowgate
Newcastle upon Tyne
NE1 4BF

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MANAGEMENT COMMITTEE REPORT
For the Year ended 31 March 2012

The Management Committee, who are also directors of the Charitable Company for the purpose of the Companies Act, submit their annual report and the financial statements of Mobex North East (the charitable company) for the year ended 31 March 2012. The Management Committee confirms that the annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provision of the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" issued in March 2005.

STRUCTURE, GOVERNANCE AND MANAGEMENT

a. CONSTITUTION

Mobex North East is a charitable company limited by guarantee and was set up by a Memorandum of Association on 4 October 1994. It is constituted under Articles of Association dated 4 October 1994 and is a registered charity number 1041710.

The principal object of the charitable company is to provide learning opportunities for groups of young or disadvantaged people from the North East, to enable them to fulfil their potential using development training through quality outdoor adventure and the arts.

There have been no changes in the objectives since the last annual report.

b. METHOD OF APPOINTMENT OR ELECTION OF MANAGEMENT COMMITTEE

Members of the Management Committee are appointed through contact by existing Trustees and staff, with the purpose of providing a spread of experience, knowledge and expertise.

c. POLICIES ADOPTED FOR THE INDUCTION & TRAINING OF MANAGEMENT COMMITTEE

Currently there are no formal procedures for the induction and training of members of the Management Committee. Such training is carried out on an ad hoc basis and includes introductory meetings with the Chair and Project Director. Information is provided on the role and responsibilities of Trustees and on the aims and objectives of Mobex.

d. ORGANISATION STRUCTURE AND DECISION MAKING

The Management Committee, comprising 4 trustees, is responsible for the overall strategy, direction and management of the charity. The staff structure is flat, with a Project Director at the head who has responsibility for implementing decisions made by the Trustees, managing all aspects of the activities of the charity, securing funding for activities and networking with other relevant bodies. There was a restructure in October 2011 and further changes were made in 2012 to reduce the staffing levels in light of reduced funding.

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MANAGEMENT COMMITTEE REPORT
For the Year ended 31 March 2012 (continued)

e. RISK MANAGEMENT

The Management Committee has assessed the major risks to which the charitable company is exposed, in particular those related to the operations and finances of the charitable company, and are satisfied that systems and procedures are in place to mitigate our exposure to major risks

OBJECTIVES AND ACTIVITIES

a. POLICIES AND OBJECTIVES

In setting objectives and planning for activities, the Management Committee has given due consideration to general guidance published by the Charity Commission relating to public benefit

The objectives of Mobex North East are to

- 1 advance the education of young and disadvantaged people living in the North East, offering opportunities for recreation, arts and leisure time activities of an enterprising and challenging nature, so that their quality of life may improve, and
- 2 promote the spiritual, mental and physical development of young and disadvantaged people through outdoor adventure and environmental exploration, so that they can grow to full maturity as individuals and as members of society

b. STRATEGIES FOR ACHIEVING OBJECTIVES

The over-riding strategy that Mobex North East adopts to achieve its objectives is to provide support for groups which already exist in a particular field. The majority of young and disadvantaged people with whom we deal belong to a group that comes to us to engage our expertise to help them achieve their objectives. Mobex North East rarely makes direct contact with young or disadvantaged people.

c. ACTIVITIES FOR ACHIEVING OBJECTIVES

Mobex North East implements its strategy through the provision of activities for young and disadvantaged people in the North East area.

ACHIEVEMENTS AND PERFORMANCE

a. REVIEW OF ACTIVITIES

The last year has seen a considerable reduction in our staff team, however we continue to provide services to vulnerable and disadvantaged people throughout the North East. Our work was highlighted by two awards – North Face Exploration Award at the end of 2011 and the High Sheriff of Tyne & Wear Award 2012.

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MANAGEMENT COMMITTEE REPORT
For the Year ended 31 March 2012 (continued)

Our AALA Licence was renewed for another 2 years (until January 2014) as were our Quality Badge for Learning Outside the Classroom and the Adventure Mark (until January 2014)

School Transition/Inclusion

During the year we supported pupils from 3 schools in the region – Meadowdale Middle School in Bedlington, Gosforth East Middle School in Newcastle and All Saints College in Newcastle

Pupils were identified by the schools as requiring activities that would boost confidence, self esteem and instil a commitment to develop positive personal and social skills that would enhance education attainment. We supported 16 pupils from Meadowdale, 24 pupils from Gosforth East and 8 pupils from All saints

We felt the biggest impact had been not so much with the behaviour issues (of the young people) but with the self-esteem we held a celebration of their progress throughout the year and we gave out certificates, they spoke about what they had learned about themselves in a very simple way but actually it was very moving, it was really very moving

Mrs Finn, Headteacher, Meadowdale School

We see this programme as integral to the development of pupils within our school. The teachers, Governors and parents all agree that we want to continue working with Mobex North East

Tim Stout, Headteacher, Gosforth East Middle School

NEET

Funding for our Mobex Challenge programme ended in December 2011 with over 420 young people categorised as NEET taking part. The intention within the original application to the Northern Rock Foundation was that we would work with 240 people over the 3 years but by the second year young people were keen to take part and so we re-jigged the programme to accommodate as many as we could while still keeping the quality

The external evaluation found that the standard of the programmes offered to the young people did not fall away during the 3 years

Even during the final months when closure, either whole or partial, appeared to be imminent and half the staff employed by Mobex North East left or were made redundant, standards in relation to the MCP did not falter

The following statement issued by a referral worker sums up the programme

He enjoyed it enormously. I believe he felt a real sense of achievement when showing me the photographs of him participating in the activities and the certificates he had earned, he was very proud. The young man I referred showed a marked increase in confidence and a significant improvement in his motivation

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MANAGEMENT COMMITTEE REPORT
For the Year ended 31 March 2012 (continued)

Offenders

Mobex was contracted to deliver constructive activities to adults on probation and resident in bail hostels

We delivered all of the 100 contractual days This equates to 856 offender days which equates to an 85.6% attendance, exceeding the 80% target stated in the contract Mobex has worked with 66 offenders this year of which 47 (71%) have been high risk offenders, this also exceeds the target of 50% set out in the contract The contract states 10% of the attendance should be female offenders, we only achieved 1% although the percentage of females referred is actually 5.8% This has been the most successful year of the contract to date

A visit to Mobex by a Prince Charles funded group – Seeing is Believing organised by Business in the Community, prompted an article to be written by Andrew Hebden, Assistant Business Editor of The Journal in Newcastle

Along with senior executives from a handful of well-known locally-based businesses – led by Greggs finance director Richard Hutton – we visited a bail hostel in the city and saw a group of people undertaking community payback (more commonly known as community service) at Kingston Park, home of Newcastle Falcons

But it was the visit to Mobex, whose premises are housed in a former industrial unit just a stone's throw from the city centre, which had the most profound impact on us all

Andrew Hopper, relationship director at Lloyds TSB Corporate, also joined the Seeing is Believing visit He said he was struck by the "realisation that the vast majority of us live in totally separate worlds to the people we met and that in taking for granted what we have, we spend a miserly amount of time considering those less fortunate than ourselves and even less time in doing anything to help bring about change"

Disability

Work with disabled groups from Barndale School and Dryden School took place during the year with 28 pupils benefiting from the experience

We also held an open day at Benfield School 2 weeks before Christmas in our new Yurt with over 30 pupils attending

In recognition of a donation from the charity Open Doors (who sadly closed this year) we have renamed our disability projects Open Doors

After careful consideration and discussion with the Trustees of our charity we decided that we could no longer sustain our work Having worked with Mobex North East for some years we received permission from the Charity Commission to hand over what funding we had left to Mobex as we know that they will spend the money wisely on work with young people and adults with disabilities We are particularly pleased that Mobex have taken on the name of our charity Open Doors for their disability work Angie Stewart, Chairperson, Open Doors

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MANAGEMENT COMMITTEE REPORT
For the Year ended 31 March 2012 (continued)

Mental Health

Mental health work takes place within many of our projects, it is recognised that offenders, unemployed, young people having problems at school and many other client groups all have some form of mental health issue. This year we have worked with three groups who specifically support individuals with mental health issues: Walker Challenge in Newcastle, Key Enterprise in North Tyneside and the Stonham Group in Easington.

The highlight of this work was with Walker Challenge who took part in a project we called Flotsam and Jetsam. This entailed the group walking the Northumberland coast and collecting rubbish on the shoreline. This rubbish was then turned into artworks and exhibited at the Holy Biscuit Art Gallery in Newcastle. The exhibition was attended and opened by Nick Brown MP. This exhibition was then taken to the Central Library in Newcastle where it was very well received by the public.

Being outside makes us feel relaxed, being in the middle of nowhere, I'm keen to go out more now

Participant, Walker Challenge

Why are there not more projects like this?

Visitor to the exhibition in the Central Library

Very worthwhile work, we could do with more individuals who have this attitude and enthusiasm

Visitor to the exhibition in the Holy Biscuit Art Gallery

Creative Adventures

Our Creative Adventures programme goes from strength to strength with the majority of the work taking place with disability and mental health groups. Funding from the Bailey Thomas Charitable Trust enabled us to purchase a new yurt to work specifically with disability groups. This project still remains unique in the outdoor activity field.

Charity Abseils

With support from the Vermont Hotel in Newcastle we have facilitated 10 fundraising abseils for the following charities and good causes:

Crisis, St Clares Hospice, St Oswalds Hospice, Ryton Community Centre, Save the Children, Outpost Housing, Samaritans, Tyneside Rape Crisis Centre, Teenage Cancer Trust, AgeUK, Calvert Trust, Childrens Foundation, Christian Aid, Stepney Bank Stables, Disability North, About Turn and Escape Family Support.

Over £165,000 has been raised in total by these charities, bringing the total over the last 4 years that we have been doing this to £427,000.

We had a great day at the Vermont and your staff were all fantastic and very supportive of our abseilers. Thank you again for all your support and I look forward to working with you again in the future.

Karen Dudlestone, Event Fundraising Officer - Northern England, Christian Aid

First Aid

With funding from Awards for All we are training staff to become qualified first aid instructors. In November we became a registered First Aid Centre. Once staff are signed off as first aid instructors we will be able to offer first aid training to community

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groups at reduced costs

MANAGEMENT COMMITTEE REPORT
For the Year ended 31 March 2012 (continued)

Peer Educators

Our Peer Educator group was doing very well with the young people who began a year ago graduating in October 2011. Of this group of 8 young people two moved on to study outdoor education at Kirkley Hall with one then being employed by Kingswood. One moved into full time employment as a finance officer. One was accepted into the army after having been previously rejected. The other 4 remained in full time education.

We recruited a new group of Peer Educators in November 2011 but lack of funding to carry on meant that we had to disband them at the beginning of January.

I have so much more confidence and I have gained lots of skills. This time last year if someone had told me that I would be working in outdoor activities I would not have believed them, but Mobex made me believe in myself. That's all it took – some encouragement, something I hadn't really got before Mobex. And now I am working for Kingswood delivering outdoor activities to young people.

Adam Howarth, Peer Educator

EnAct

Our award winning programme that enables young people and adults to focus on the environment and in particular conservation. With support from the John Muir Award over 30 young people and 8 adults have gained a John Muir Award. This programme has been recognised with awards this year from North Face and the High Sheriff of Tyne and Wear.

I wouldn't have believed that picking up litter could be so much fun! Learning canoe skills and then picking litter on the river from the canoe is really good. I got a Paddle Power canoe award and a John Muir Environmental Award.

Student, Churchill Community High School, Wallsend

Other work

We continue to offer bespoke activities to groups throughout the region ranging from young people engaged in knife crime to adults researching and documenting the bridges that cross the Tyne from source to end. In total we have worked with 1,250 people but lack of funding and a reduction in our staff team will see this number reduce next year.

The trustees would like to thank the generosity of the landlord, Mr R Melling, who significantly reduced the rent during the financial year.

b. INVESTMENT POLICY AND PERFORMANCE

No specific written investment policy exists. However, arrangements are in place to ensure that surplus funds are transferred to a high interest bank account. During the year funds fell significantly from £151,788 to £63,046, a reduction of £88,742. This overall position is made up of a reduction in restricted funds of £27,895 and a decrease in unrestricted funds of £60,847. Steps have been taken in 2012 to try and address the low level of reserves with the aim of increasing reserves to an acceptable

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level within the next few years

MANAGEMENT COMMITTEE REPORT
For the Year ended 31 March 2012 (continued)

c. FACTORS RELEVANT TO ACHIEVE OBJECTIVES

The staff team is the major strength of Mobex North East. There is a rich blend of outdoor education trainers, youth workers, art trainers and volunteers. A specific strength lies in the fact that a number of the staff have grown through the organisation from volunteer to staff member and have been involved in the charity for a number of years. They bring an in-depth understanding of and empathy with the problems faced by young people today. They can work sympathetically with the Mobex philosophy of leading young people to their own level of understanding and learning through reflecting on their life experience and enhancing positive change in outlooks.

FINANCIAL REVIEW

a. RESERVES POLICY

It is the policy of Mobex North East to maintain reserves at a level roughly equivalent to half of the annual operating expenditure. It is believed that this is adequate to ensure that, in the event of failure to secure funding, six months is a reasonable length of time in which to resolve any difficulties.

The level of reserves has significantly reduced in the past two years and there are further pressures on reserves in 2012. Once the financial position has been stabilised a review on the policy on reserves will be undertaken this year and it is our aim to restore the level of unrestricted reserves to a more acceptable level.

PLANS FOR THE FUTURE

a. FUTURE DEVELOPMENTS

Mobex North East constantly strives to develop and improve our services, exploit opportunities, listen to the views of our stakeholders and extend our resources.

Over the last 18 months the charity has faced some significant challenges in securing funding. The trustees and staff continue to review funding options and ensure that Mobex can continue to function and deliver services to the range of client groups we engage with.

MANAGEMENT COMMITTEE'S LIABILITY

The members of the Management Committee of the Charitable Company guarantees to contribute an amount not exceeding £10 to the assets of the Charity in the event of winding up.

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MANAGEMENT COMMITTEE REPORT
For the Year ended 31 March 2012 (continued)

MANAGEMENT COMMITTEE'S RESPONSIBILITIES

The Management Committee (who are also directors of Mobex North East for the purposes of Company Law) are responsible for preparing the Management Committee's report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)


Company and Charity law requires the Management Committee 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 that period. In preparing these financial statements the management committee 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,
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue

The Management Committee is 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. The Committee is 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 preparing this report the Management Committee has taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006

This report was approved by the Management Committee on 16 August 2012 and signed on its behalf by



Tom Bird, Secretary

MOBEX NORTH EAST
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INDEPENDENT EXAMINERS REPORT
For the year ended 31st March 2012

INDEPENDENT EXAMINER'S REPORT TO THE MANAGEMENT COMMITTEE OF
MOBEX NORTH EAST

I report on the financial statements of the company for the year ended 31 March 2012 which are set out on pages 13 to 24

This report is made solely to the company's Trustees, as a body, in accordance with section 145 of the Charities Act 2011 and regulations made under section 154 of that Act. My work has been undertaken so that I might state to the company's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company and the company's Trustees as a body, for my work or for this report.

RESPECTIVE RESPONSIBILITIES OF MANAGEMENT COMMITTEE AND
EXAMINER

The Trustees, who are also the directors of the company for the purposes of company law, are responsible for the preparation of the financial statements. The Trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the Act) and that an independent examination is needed.

Having satisfied myself that the company is not subject to audit under charity or company law and is eligible for independent examination, it is my responsibility to

- examine the financial statements under section 145 of the Act,
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Act, and
- state whether particular matters have come to my attention.

BASIS OF INDEPENDENT EXAMINER'S REPORT

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the company and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the statement below.

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INDEPENDENT EXAMINERS REPORT
For the year ended 31st March 2012 (continued)

INDEPENDENT EXAMINER'S STATEMENT

In connection with my examination, no matter has come to my attention

(1) which gives me reasonable cause to believe that in any material respect the requirements

- to keep accounting records in accordance with section 386 of the Companies Act 2006, and
- to prepare financial statements which accord with the accounting records and comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice Accounting and Reporting by Charities

have not been met, or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached

Signed



Dated

17th August 2012

Detlev Anderson FCA
Ryecroft Glenton
Chartered Accountants
32 Portland Terrace
Newcastle upon Tyne
NE2 1QP

MOBEX NORTH EAST
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STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating Income and Expenditure Account)
For the Year ended 31 March 2012

	Note	Restricted funds 2012 £	Unrestricted funds 2012 £	Total funds 2012 £	Total funds 2011 £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	88,124	12,604	100,728	278,725
Investment income	3	-	824	824	1,281
Incoming resources from charitable activities	4	-	76,197	76,197	112,643
Other incoming resources		-	6,692	6,692	146
		88,124	96,317	184,441	392,795
RESOURCES EXPENDED					
Charitable activities	5	100,117	171,650	271,767	391,871
Governance costs	9	-	1,416	1,416	2,244
TOTAL RESOURCES EXPENDED	8	100,117	173,066	273,183	394,115
		(11,993)	(76,749)	(88,742)	(1,320)
NET INCOME BEFORE TRANSFERS					
Transfers between funds		(15,902)	15,902	-	-
		(27,895)	(60,847)	(88,742)	(1,320)
NET MOVEMENT IN FUNDS FOR THE YEAR					
Total funds at 1 April 2011		60,326	91,462	151,788	153,108
TOTAL FUNDS AT 31 MARCH 2012		32,431	30,615	63,046	151,788

The notes on pages 14 to 23 form part of these financial statements

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BALANCE SHEET
As at 31 March 2012

	Note	£	2012 £	£	2011 £
FIXED ASSETS					
Tangible assets	12		10,486		37,856
CURRENT ASSETS					
Debtors	13	2,478		18,589	
Cash at bank and in hand		<u>53,189</u>		<u>118,800</u>	
		55,667		137,389	
CREDITORS: Amounts falling due within one year	14	<u>(3,107)</u>		<u>(23,457)</u>	
NET CURRENT ASSETS			52,560		113,932
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>63,046</u>		<u>151,788</u>
CHARITY FUNDS					
Restricted funds	15		32,431		60,326
Unrestricted funds	15		30,615		91,462
			<u>63,046</u>		<u>151,788</u>

The Management Committee considers that the charitable company is entitled to exemption from the requirement to have an audit under the provisions of Section 477 of the Companies Act 2006 ("the Act") and members have not required the company to have an audit for the year in question in accordance with section 476 of the Act. The Management Committee acknowledges its responsibilities for ensuring that the charitable company keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at 31 March 2012 and of its loss for the year then ended in accordance with the requirements of sections 394 and 395 of the Act and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements so far as applicable to the charitable company.

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Management Committee on 16 August 2012 and signed on their behalf by:



Tom Bird
Secretary



Derek Shingleton
Chair

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NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2012

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" published in March 2005, applicable accounting standards and the Companies Act 2006.

The Management Committee would like to highlight that since the year end it has been extremely challenging to find funding to support the activities of the company. In addition, we were unsuccessful in retendering for Probation contract. The lack of future funding indicates the existence of a material uncertainty which may cast significant doubt about the company's ability to continue as a going concern. To address this concern, there was a restructure in October 2011 and further changes were made to the structure of the charity in early 2012. The Management Committee are considering a range of options to allow the company to continue to operate.

1.2 CASH FLOW

The financial statements do not include a Cash Flow Statement because the charitable company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.3 COMPANY STATUS

The charitable company is a company limited by guarantee. The members of the company are the Management Committee named on page 1. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £10 per member of the charitable company.

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NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2012 (continued)

1.4 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Management Committee in furtherance of the general objectives of the charitable company and which have not been designated for other purposes

Restricted funds are funds, which are to be used in accordance with specific restrictions imposed by donors, which have been raised by the charitable company for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements

Investment income, gains and losses are allocated to the appropriate fund

1.5 INCOMING RESOURCES

All income resources are included in the Statement of Financial Activities when the charitable company is legally entitled to the income and the amount can be quantified with reasonable accuracy

Where grants or donations are received in respect of costs over a particular period of time specified by the donor, those amounts are recognised over the period of time specified. Other grants where entitlement is not conditional on the delivery of a specific performance by the charitable company are recognised in full when the charitable company becomes unconditionally entitled to the grant

Incoming resources from charitable activities represents income earned from the provision of youth welfare activities. This income is recognised to the extent that the charitable company has provided the services. Where incoming resources are received in advance of the service, they are deferred

1.6 RESOURCES EXPENDED

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources

Support costs are those costs incurred directly in support of expenditure on the objects of the charitable company and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the charitable company and compliance with constitutional and statutory requirements

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NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2012 (continued)

1.7 TANGIBLE FIXED ASSETS AND DEPRECIATION

All assets/groups of assets costing more than £500 are capitalised. Some assets/group of assets falling below this de minimis limit are capitalised due to their nature.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful economic lives on the following bases:

Motor vehicles	- 4 years straight line
Office equipment	- 3 years straight line
Other fixed assets	- 2-5 years straight line

1.8 OPERATING LEASES

Rentals under operating leases are charged to the Statement of Financial Activities on a straight-line basis over the lease term.

2. VOLUNTARY INCOME

	Restricted funds 2012 £	Unrestricted funds 2012 £	Total funds 2012 £	Total funds 2011 £
Grants and Donations	88,124	12,604	100,728	278,725

Restricted grants and donations were received towards the primary charitable activity of youth welfare.

3. INVESTMENT INCOME

	Restricted funds 2012 £	Unrestricted funds 2012 £	Total funds 2012 £	Total funds 2010 £
Bank interest receivable	-	824	824	1,281

4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Restricted funds 2012 £	Unrestricted funds 2012 £	Total funds 2012 £	Total funds 2011 £
Youth welfare – provision of training courses	-	76,197	76,197	112,643

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NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2012 (continued)

5. ANALYSIS OF RESOURCES EXPENDED BY ACTIVITIES

	Activities undertaken directly	Support costs	Total funds	Total funds
	2012	2012	2012	2011
	£	£	£	£
Youth welfare	178,195	93,572	271,767	391,781

6. DIRECT COSTS

	Youth Welfare	Total 2012	Total 2011
	£	£	£
Activity costs	19,872	19,872	29,215
Motor and travelling expenses	11,289	11,289	20,080
Equipment and tool repairs	410	410	1,773
Staff training	4,549	4,549	576
Wages and salaries	115,967	115,967	186,500
National insurance	7,994	7,994	15,231
Depreciation	18,114	18,114	21,456
	178,195	178,195	274,831

7. SUPPORT COSTS

	Youth Welfare	Total 2012	Total 2011
	£	£	£
Equipment and tool repairs	-	-	1,599
Printing postage, stationery and advertising	2,388	2,388	4,433
Premises and office costs	26,039	26,039	41,133
Sundry expenses	99	99	4,980
Insurance	9,294	9,294	9,420
HR including Recruitment costs	-	-	813
Wages and salaries	50,846	50,846	49,756
National insurance	4,906	4,906	4,906
	93,572	93,572	117,040

MOBEX NORTH EAST
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NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2012 (continued)

8. ANALYSIS OF RESOURCES EXPENDED BY EXPENDITURE TYPE

	Staff costs 2012 £	Depreciation 2012 £	Other costs 2012 £	Total 2012 £	Total 2011 £
Youth welfare	179,083	18,114	74,570	271,767	391,871
Governance	-	-	1,416	1,416	2,244
	179,083	18,114	75,986	273,183	394,115

9. GOVERNANCE COSTS

	Unrestricted funds 2012 £	Total funds 2012 £	Total funds 2011 £
Independent Examiner's Fees	1,320	1,320	2,126
Trustees meeting costs	96	96	118
	1,416	1,416	2,244

10. NET INCOME

This is stated after charging

	2012 £	2011 £
Depreciation of tangible fixed assets – owned by the charity	18,114	21,456
Profit on disposal of fixed asset	6,112	-
Independent Examiner's Fees	1,320	2,126

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NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2012 (continued)

11. STAFF COSTS

Staff costs were as follows

	2012 £	2011 £
Wages and salaries	166,183	236,257
Social Security costs	12,900	20,136
	179,083	256,393

The average monthly number of employees during the year was as follows

	2012 No.	2011 No
Provision of Courses	4	7
Support staff	1	1
	5	8

No employee received remuneration amounting to more than £60,000 in either year

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NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2012 (continued)

12. TANGIBLE FIXED ASSETS

	Motor vehicles £	Office Equipment £	Training Equipment £	Total £
COST				
At 1 April 2011	48,952	16,826	160,873	226,651
Disposals	-	-	(24,803)	(24,803)
At 31 March 2012	48,952	16,826	136,070	201,848
DEPRECIATION				
At 1 April 2011	41,108	16,826	130,861	188,795
Charge for the year	3,444	-	14,670	18,114
On Disposal	-	-	(15,547)	(15,547)
At 31 March 2012	44,552	16,826	129,984	191,362
NET BOOK VALUE				
At 31 March 2012	4,400	-	6,086	10,486
At 31 March 2011	7,844	-	30,012	37,856

13. DEBTORS

	2012 £	2011 £
Outstanding amounts due from participants and donors	864	13,958
Other debtors	683	1,494
Prepayments and accrued income	931	3,137
	2,478	18,589

MOBEX NORTH EAST
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NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2012 (continued)

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012 £	2011 £
Trade creditors	1,161	10,301
Accruals and deferred income	1,946	13,156
	<u>3,107</u>	<u>23,457</u>

15. STATEMENT OF FUNDS

	Brought Forward £	Incoming Resources £	Resources Expended £	Transfers in/out £	Carried Forward £
UNRESTRICTED FUNDS					
General Funds	91,462	96,317	(173,066)	15,902	30,615
RESTRICTED FUNDS					
Creative Adventures	3,092	3,175	(14,618)	8,351	-
Mobex Challenge	28,194	25,364	(36,728)	(16,830)	-
Disability	2,040	-	(79)	(1,961)	-
Paul Hamlyn Project	7,089	25,575	(26,539)	-	6,125
NCC – Marketing	-	9,971	(9,971)	-	-
First Aid – Big Lottery	-	10,000	(3,264)	-	6,736
Staff Training	5,502	-	-	(5,502)	-
CPAL	(40)	-	-	40	-
EnAct	5,111	7,711	(4,634)	-	8,188
Peer Educators	9,338	6,328	(4,284)	-	11,382
	<u>60,326</u>	<u>88,124</u>	<u>(100,117)</u>	<u>(15,902)</u>	<u>32,431</u>
Total of funds	<u>151,788</u>	<u>184,441</u>	<u>(273,183)</u>	<u>-</u>	<u>63,046</u>

Creative Adventures

The Creative Adventures team were self-sufficient this year with disability and mental health groups contracting our services to work with clients who required a gentle introduction to constructive outdoor activities

Mobex Challenge

Funding from Northern Rock Foundation ended in December 2011 and although an application to the Big Lottery Reaching Communities fund reached the second stage it was not successful.

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NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2012 (continued)

Disability

With a donation from the charity Open Doors who closed in 2011 we have decided to call our disability programme Open Doors

Funding was received from the Bailey Thomas Charitable Trust to purchase a yurt
The new yurt replaces our old one, which lasted 12 years. The yurt will be used for disability groups to use as an outdoor classroom or as overnight accommodation

EnAct

A grant from the Local Environment Action Fund (LEAF) allowed us to pilot an environmental programme clearing rubbish from rivers and lakes. Young people from foster and care groups, local schools and our Peer Educators were trained in canoeing skills to enable them to be safe on the rivers while they collected litter. Young people gained the Paddle Power award and the John Muir Award. This programme was recognised with a grant from the North Face Exploration Award at the end of 2011.

School Transition/School Inclusion

With continued funding from the Paul Hamlyn Foundation and funding from participating schools we worked with Gosforth East Middle School in Newcastle and Meadowdale Middle School in Bedlington. We changed emphasis to work with one group per term and this proved to be very beneficial for both schools and pupils.

Peer Educators

Grants were received from the Sir James Knott Trust and the Willan Trust to enable Mobex to continue its work to train young people to become Peer Educators.

Big Lottery (Awards for All) – First Aid

With funding from Awards for All we are training staff to become qualified first aid instructors.

NCC - Marketing

A grant was received from Newcastle City Council to fund work on the marketing and fund raising aspect of the charity.

Transfers

Transfers into restricted funds have been made in respect of completed projects that were not fully funded by restricted income.

Transfers out of restricted funds have been made as follows

- Mobex Challenge. Following successful completion of this project the surplus on delivery and completion of this project has been transferred.
- Disability fund and Staff training. These transfers were to reflect costs incurred in unrestricted funds in prior years and not correctly allocated to these projects.

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NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31 March 2012 (continued)

SUMMARY OF FUNDS

	Brought Forward £	Incoming Resources £	Resources Expended £	Transfers In/Out £	Carried Forward £
General Funds	91,462	96,317	(173,066)	15,902	30,615
Restricted Funds	60,326	88,124	(100,117)	(15,902)	32,431
	<u>151,788</u>	<u>184,441</u>	<u>(273,183)</u>	<u>-</u>	<u>63,046</u>

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Restricted funds 2012 £	Unrestricted Funds 2012 £	Total funds 2012 £	Total funds 2011 £
Tangible fixed assets	-	10,486	10,486	37,856
Current assets	32,431	23,236	55,667	137,389
Creditors due < 1 year	-	(3,107)	(3,107)	(23,457)
	<u>32,431</u>	<u>30,615</u>	<u>63,046</u>	<u>151,788</u>

17. OPERATING LEASE COMMITMENTS

At 31 March 2012 the charitable company had annual commitments under non-cancellable operating leases as follows

	2012 £	2011 £
EXPIRY DATE:		
Within 1 year	<u>1,500</u>	-