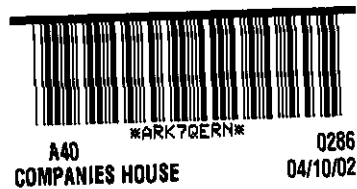


**The Newcastle Upon Tyne
Young Men's Christian Association**

**(Limited by guarantee and not having
a share capital)**

**Directors' Report and Financial Statements
For the year ended 31 March 2002**



Company Number: 3582739 (England & Wales)

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having
a share capital)**

Company Information

Directors

I J C Frew (Chairman)
Rev J Breslin (Vice Chairman)
W Drury
J H Howell (Treasurer)
R M Jackson
M S Dormer
C Tucker

Company Secretary

M King

Company Number

3582739 (England & Wales)

Charity Number

1070578

Registered Office

180 Portland Road
Newcastle upon Tyne
NE2 1DJ

Independent Auditors

BKR Haines Watts
Sterling House
3 Osborne Terrace
Jesmond
Newcastle upon Tyne
NE2 1NE

Bankers

Barclays Bank Plc
City Office
Percy Street
Newcastle upon Tyne

Solicitors

Sinton & Company
5 Osborne Terrace
Jesmond
Newcastle upon Tyne

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Report and Financial Statements
For the year ended 31 March 2002**

Contents

	Page
Directors' Report	1-6
Auditors' Report	7
Statement of Financial Activities	8
Balance Sheet	9
Analysis of Fund Balances between the Net Assets	10
Notes to the Financial Statements	11-16
<i>The following pages do not form part of the statutory accounts</i>	
Income and Expenditure Account	17-18
Walker Project	19
Byker Project	20
Student Project	21
Progression Forum	22
Blakelaw Project	23
Steps Forward – Basic Skills Project	24
Rank Foundation Project	25
Cashflow Statement	26-27

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Directors' Report
For the year ended 31 March 2002**

The directors present their report and audited accounts for the year ended 31st March 2002.

Review of the development, activities and achievements

The year ended with a reported overall surplus, although there is a deficit on the Income and Expenditure account attributed to the depreciation of freehold properties.

The Association relies upon income from the rental of a building in the City leased to the University of Northumbria, interest and dividends from invested capital, local authority grants, charitable donations, Single Regeneration Budget and the Neighbourhood Support Fund to fund its work.

The Association is in a strong position to continue to support and develop each of its projects in the coming year, consequently fulfilling the mission of the organisation which is to:

" work with young people in the community. The Association is committed to working with young people aged 13-25 years to contribute to their social, physical, education and spiritual development. There will be a focus on supporting young people at times of their greatest need".

The Association has achieved this through its work in Blakelaw, Kenton Bar, Walker and Byker, Newcastle College and the Steps Forward Project. A new piece of work in partnership with four other agencies was introduced. This is funded by the New Opportunities Fund, which aims to improve access to ICT facilities in the community. The Depaul Trust operates as lead and accountable body. Furthermore, funding from the Youth Justice Board means that the Steps Forward Project will work with young people in the criminal justice system.

The Association continues to value the partnerships it has with other voluntary and statutory agencies which improve the quality and level of services to young people.

The Association has a strategic development plan in place for the period 2000-2003. Work has begun to review the plan and to prepare a plan for the period to 2005. This is to be developed during the forthcoming year for implementation in April 2003. An independent review of the Association's activities has been undertaken by a secondee from Business in the Community, the findings of which have informed the development of the revised business plan.

The Association employed 17 full time and 5 part time staff, 14 full time and 3 part time staff directly delivering services to young people. During the year two full time staff left employment. Internal promotion filled one vacancy, a new appointment was made to fill the gap that was left and one post remains unfilled. Additional external funding allowed for the creation of two additional part time posts in the Steps Forward Project. A full time secondee has also been working for the Association since November 2001.

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Directors' Report (continued)
For the year ended 31 March 2002**

During the year the Board of Directors has reviewed various policies of the Association, with particular reference to:

- Public Interest Disclosure
- Health and Safety
- Training and Development
- Personnel
- Family Care Leave
- Investments
- Sickness Absence

In addition a revised staff handbook was introduced and an access survey on all premises was undertaken to review compliance with the Disability Discrimination Act and to assess access issues in the light of the premises owned and used by the YMCA.

The introduction of the new Criminal Records Bureau as part of the Government's initiative to improve safeguards for children, young people, and vulnerable adults, led to a review of the recruitment procedures. The Association is working through the National Council of YMCA's, which is an umbrella body, to access records of potential employees, volunteers and Board members.

During the year the Association has worked with a large number of young people and has had many achievements of particular note are:

- a young man involved with one of the projects who has speech and hearing impairments, entered and won first prize in a national anti-bullying poster design competition.
- In March the Walker project was runner up in the High Sheriff's Awards.
- The Steps Forward Project was awarded Beacon Status by the National Youth Agency and accredited Status by the National Mentoring Network.

Voluntary help

In each of the projects volunteers are a greatly valued asset. The, Steps Forward Project relies almost entirely on volunteers to deliver the service. Each person has to undergo a rigorous and accredited mentor training programme before being matched to a young person referred by agencies, who will benefit from the one to one support provided by the Volunteers.

Status

The charity's full name is Newcastle Upon Tyne YMCA. It is a registered charity registered in the United Kingdom, Charity No 1070578 and a company limited by guarantee, registered in England No 3582739.

Governing documents

The charity's and company's governing documents are its Memorandum and Articles of Association. Two amendments to the Articles have been approved by Companies House and the Charity Commission during the year. These are a change to the frequency of meetings from quarterly to 4 times per annum, and the time which an individual has to be in membership prior to election as a Director, from 12 months to 6 months.

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Directors' Report (continued)
For the year ended 31 March 2002**

Directors

The following directors of the Charity have held office during the period:

I.J.C Frew (Chairman)
J.H. Howell (Treasurer)
J.A. Breslin (Vice Chairman)
P.A. Docherty
W. Drury
R.M Jackson
M.S Dormer
C. Tucker
J. Hunter

P.Docherty resigned in February 2002. W. Drury and J.H. Howell retired as Directors by rotation and, being eligible, offered themselves for re-election at the AGM in November 2001.

Appointment of directors

Directors may from time to time appoint any member of the Charity as a Director, whether to fill a casual vacancy or by way of addition to the Board, provided that the individual has been a member for more than six months and that the prescribed maximum is not then exceeded.

Directors' responsibilities

Company and charity law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the results for that year. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

Investments

The Memorandum of Association states that in furtherance of the objects the company shall have the power:

" to invest the moneys of the Association not immediately required for its purposes in or upon such investment, security or property as may be thought fit subject, nevertheless to such conditions (if any) and such consents (if any) as may for the time being be imposed or required by the law and subject also as here in after provided"

" to employ as a professional investment manager any person who is entitled to carry on investment business under the provisions of the Financial Services Act 1986 and to delegate to any such manager the exercise of all or any of their powers of investment on such terms and at such reasonable remuneration as the Association may think fit but subject always to the following conditions:

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Directors' Report (continued)
For the year ended 31 March 2002**

Investments (continued)

- i. the delegated powers shall be exercisable only within clear policy guidelines drawn up in advance by the Association and within the powers of investment conferred by this deed.*
- ii. every transaction carried out by the Manager under delegated powers shall be reported to the Association within 14 days*
- iii. the Association shall be bound to review the arrangements for delegation at least once in every 12 months.*

The investments held have been acquired in accordance with the powers available to the directors.

The objects of the charity and how they are achieved

The objects as set out in the Memorandum of Association are:

"To unite those who regarding Jesus Christ as their God and Saviour according to the Holy Scriptures, desire to be His disciples in their faith and in their life, and to associate their efforts for the extension of His Kingdom.

To lead young people to the Lord Jesus Christ and to fullness of life in Him.

To provide or assist in the provision in the interests of social welfare of facilities for recreation and other leisure time occupation for men and women with the object of improving their conditions of life.

To provide, improve and manage houses and hostels for providing residential accommodation for men and women of all ages and upon terms appropriate to their means."

The Charity fulfils these objects by:

- requiring its Directors and staff to be sympathetic to the Christian aims and purposes of the YMCA Movement.
- through its detached, outreach and project work the Charity seeks to provide opportunities for personal, social and spiritual development of young people and for young people to explore issues that affect their lives.
- Through its support work with young people living independently in council or private rented accommodation.

Organisational structure

The Charity is managed by a Board of Directors and sub-committee structure. Day to day management is devolved to the Chief Executive and Staff team.

Assets

The Charity's assets, both property and cash are being held to carry out its objectives. A Director's valuation of the properties was carried out at 31st March 2002 confirming that there has been no material movement.

The Directors are reviewing the policy on the holding of cash reserves in the next year.

The application of the Charity's funds has been to develop work with young people in a variety of community settings.

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Directors' Report (continued)
For the year ended 31 March 2002**

Results

The fund balances carried forward at 31st March 2002 show a total of £2,392,502. The majority is represented by freehold property owned by the Association (pages 9 & 10).

An operating revenue deficit of £29,060 is shown on the Statement of Financial Activities (pages 17 & 18). This is due by the depreciation of freehold property and equipment.

Accounting policies

The accounting policies of the charity have not changed during the year.

The Directors confirm that the accounts comply with statutory requirements of the Charity's governing document.

Reserves policy

The Charity currently has a contingency fund which amounts to approximately nine months running costs. These are invested and any interest or dividend accrued is applied to the work of the charity.

Indemnity insurance

The Charity does not hold Indemnity Insurance cover in respect of the Directors of the Charity.

Political contributions

The Charity made no political contributions during the year.

Employment policies

The Charity has an equal opportunities and recruitment policy in place. The Charity works through the National Council of YMCA's (umbrella body) to access the Criminal Records Bureau in respect of clearance of all new staff, paid, voluntary and Board members.

Pension Commitment

Newcastle YMCA together with many other YMCAs operate a contributory pension plan providing defined benefits based on final pensionable pay for its employees. The assets of the Plan are held separately from those of Newcastle YMCA being invested in the Legal & General, Morley Fund Management and Schroders Managed Funds Units. The contributions are determined by a qualified actuary on the basis of triennial valuations using the projected unit method. During the year ended 31 March 2002, contributions for employees were 6% of salary and the employer contributions were 14.4%.

The most recent completed valuation was as at 1 May 1999. The assumptions used which have the most significant effect on the results of the valuation are those relating to the investment yield of 8% per annum and the rate of earnings increase of 6.25% per annum. The result of the valuation showed that the actuarial value of the assets was £30.5m. This represented 107% of the benefits that had accrued to members, after allowing for expected future increases in earnings. However, under Section 56 of the Pensions Act 1995, the Minimum Funding Requirement (the MFR) funding level was 92%.

It is, however, not possible to identify the share of Newcastle YMCA's underlying assets and liabilities of the scheme. The pensions costs charged in these accounts for this scheme was £38,728(2001: £30,645) which were the contributions due for the year.

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Directors' Report (continued)
For the year ended 31 March 2002**

Policy on payments of creditors

It is charity/company policy, in respect of all suppliers to settle the terms of payment when agreeing the terms of each transaction, to ensure that suppliers are made aware of the terms of payment, and abide by the terms of payment.

Future plans and commitments

A major review of the work of the Charity is to take place as part of the business planning process during 2002. There is a commitment to maintain the current client group focus (young people aged 13-25) and community based work. As external, limited term funding comes to an end, new sources will need to be found and the work continuously reviewed.

Financial dependency

A little under half of the current financial requirements of the charity are met from own sources (rental, income, interest and dividends from cash reserves). The remainder is derived from a wide range of sources including Trust and Grant Making Bodies, central and local government funding.

Risk assessment


During the year the Directors have carried out a full operational risk assessment. This has highlighted areas of strength, and weaknesses and threats. The Directors have addressed the weaknesses and threats in the operation, and have contingencies and procedures in place to deal with them.

Auditors

The auditors, BKR Haines Watts, will be proposed for re-appointment in accordance with section 385 of the Companies Act 1985.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on Behalf of the Board



I.J.C Frew

(Chairman)

**The Newcastle upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)**

**Independent Auditors' Report
to the members of The Newcastle upon Tyne
Young Men's Christian Association Limited**

We have audited the financial statements on pages 8 to 16 which have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on page 11.

Respective responsibilities of directors and auditors

As described on page 3 the directors of The Newcastle upon Tyne Young Men's Christian Association are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We carried out our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes the 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 trustees 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the charitable company's affairs as at 31 March 2002 and of its incoming resources and application of resources, including income and expenditure in the year then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.

BKR Haines Watts

BKR Haines Watts
Registered Auditors and
Chartered Accountants
Sterling House
3 Osborne Terrace
Jesmond
Newcastle upon Tyne
NE2 1NE

Date :- *25 September 2002*

The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Statement of Financial Activities
For the year ended 31 March 2002

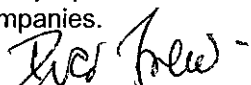
	<u>General Funds</u> £	<u>Designated Funds</u> <u>Capital Fund</u> £	<u>Contingency Fund</u> £	<u>Restricted Funds</u> £	<u>2002 Total</u> £	<u>2001 Total</u> £
Income and Expenditure						
Incoming Resources						
Rent received	206,250	-	-	-	206,250	207,157
Donations and grants	14,803	16,825	-	238,628	270,256	213,255
Investment income	20,059	-	-	-	20,059	20,888
Other income	2,352	-	-	-	2,352	29,805
Total incoming resources	243,464	16,825	-	238,628	498,917	471,105
Resources expended						
Direct charitable expenditure	3,892	-	-	401,082	404,974	401,487
Management and administration of the charity (note 2)	71,497	-	-	-	71,497	60,330
Depreciation - investment property	-	39,200	-	-	39,200	39,200
- equipment	-	4,206	-	-	4,206	-
	75,389	43,406	-	401,082	519,877	501,017
Net (outgoing)/incoming resources before transfers	168,075	(26,581)	-	(162,454)	(20,960)	(29,912)
Transfers	(201,277)	-	28,869	172,408	-	-
Net (outgoing)/incoming resources for the year	(33,202)	(26,581)	28,869	9,954	(20,960)	(29,912)
Unrealised loss on Investments (note 6)	-	-	(3,210)	-	(3,210)	(2,935)
Net movement in funds	(33,202)	(26,581)	25,659	9,954	(24,170)	(32,847)
Fund balances brought forward At 1 April 2001	274,178	1,803,200	322,507	16,787	2,416,672	2,449,519
Fund balances carried forward at 31 March 2002	240,976	1,776,619	348,166	26,741	2,392,502	2,416,672

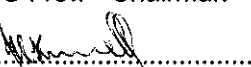
The notes on pages 11 to 16 form part of these financial statements

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Balance Sheet
as at 31 March 2002**

	<u>Notes</u>	£	<u>2002</u> £	£	<u>2001</u> £
Fixed assets	5		1,989,433		2,024,107
Fixed assets investments	6		295,094		301,960
			<hr/>		<hr/>
			2,284,527		2,326,067
Current assets					
Debtors	7	33,931		43,511	
Cash at bank and in hand		162,018		125,984	
		<hr/>		<hr/>	
		195,949		169,495	
Creditors : amounts falling due within one year	8	(87,974)		(78,890)	
		<hr/>		<hr/>	
Net current assets			107,975		90,605
			<hr/>		<hr/>
			2,392,502		2,416,672
			<hr/>		<hr/>
Represented by :-					
Restricted funds	9		26,741		16,787
Unrestricted funds			240,976		274,178
Designated funds	9		2,124,785		2,125,707
			<hr/>		<hr/>
			2,392,502		2,416,672
			<hr/>		<hr/>

Approved by the Board of Directors on 4 September 2002 and signed on its behalf. The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.


.....
I J E Frew - Chairman


.....
H Howell - Treasurer

The notes on pages 11 to 16 form part of these financial statements

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)**

**Analysis of Fund balances between the Net Assets
as at 31 March 2002**

	<u>Unrestricted Funds</u> £	<u>Designated Funds</u> <u>Capital</u> <u>Fund</u> £	<u>Contingency</u> <u>Fund</u> £	<u>Restricted Funds</u> £	<u>Total Funds</u> £
Fixed assets	212,814	1,776,619	-	-	1,989,433
Fixed asset investment	-	-	295,094	-	295,094
Current assets	116,136	-	53,072	26,741	195,949
Current liabilities	(87,974)	-	-	-	(87,974)
Net assets	<u>240,976</u>	<u>1,776,619</u>	<u>348,166</u>	<u>26,741</u>	<u>2,392,502</u>
Represented by:					
Fund balances	<u>240,976</u>	<u>1,776,619</u>	<u>348,166</u>	<u>26,741</u>	<u>2,392,502</u>

The notes on pages 11 to 16 form part of these financial statements

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)**

**Notes to the financial statements
For the year ended 31 March 2002**

1. Accounting Policies

1.1 Basis of preparation of accounts

The financial statements are prepared under the historical cost convention, as modified by the revaluation of certain fixed assets, and in accordance with applicable accounting standards.

The company has taken advantage of the exemption in FRS 1 from the requirement to prepare a cashflow statement on the grounds that it is a small company.

1.2 Donations and voluntary income

Donations and voluntary income are accounted for gross when received.

1.3 Grants receivable

Grants for immediate expenditure are accounted for when they become receivable.
Grants received for specific purposes are treated as restricted funds.
Grants restricted to future accounting periods are deferred and recognised in those periods.

1.4 Allocation of costs

Costs are allocated between direct charitable and other expenditure according to the nature of the cost. Where items involve more than one category they are apportioned between the categories according to the nature of the cost. Detailed analysis of the allocation of costs is given in note 2 to the accounts.

1.5 Investment assets

Investment assets are included in the accounts at their market value. Where held as an ongoing investment they are included as fixed assets. If the investment is to be realised within twelve months it is categorised as a current asset.

1.6 Realised and unrealised gains and losses

All realised gains and losses are recognised in the accounts. Unrealised gains and losses on investment assets are recognised as detailed in note 1.5. Permanent diminution in the value of fixed assets is charged to the Statement of Financial Activities.

1.7 Depreciation

The cost or valuation of fixed assets is written off over their expected useful lives as follows :-

Freehold properties	2% straight line
Motor vehicles	25% reducing balance basis
Fixtures and fittings	25% reducing balance basis
Leasehold improvements	25% reducing balance basis

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Notes to the financial statements
For the year ended 31 March 2002**

2. Management and administration costs

Management and administration costs comprise of all costs, incurred in running the charity, which cannot be directly allocated to the charity's projects. As such it includes:-

	<u>2002</u> £	<u>2001</u> £
Staff costs :-		
Wages and salaries	41,019	29,568
Social security costs	3,142	2,899
Pensions	3,704	2,699
	<hr/>	<hr/>
	47,865	35,166
Travel expenses	665	889
Cleaning, maintenance, repairs and renewals	1,273	1,322
Telephone charges	1,578	1,187
Conference, hospitality and training	1,208	3,598
Printing, stationery and postage	3,696	2,204
Insurance and affiliation fees	1,188	1,248
Sundry expenses	642	552
Office heating and lighting	1,180	1,244
Office rent and rates	2,391	1,516
Audit and accountancy charge	294	504
Equipment	159	-
Y Care donations	100	1,860
Depreciation- fixtures and fittings	5,719	5,720
Depreciation - freehold property	2,900	2,900
Depreciation – Leasehold improvements	314	420
Legal fees	74	-
Bad debts	250	-
	<hr/>	<hr/>
	71,497	60,330
	<hr/>	<hr/>

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)**

**Notes to the financial statements
For the year ended 31 March 2002**

3. Employees

Number of employees

The average number of employees during the year was:

	2002 Number	2001 Number
	19	20
	<hr/>	<hr/>
Employment costs		
Wages and salaries	313,368	301,276
Pension costs	30,340	22,150
Social Security costs	22,578	22,340
	<hr/>	<hr/>
	366,286	345,766
	<hr/>	<hr/>

No directors' remuneration or expenses were paid for the services of any person as a director.

No funds have been used to purchase indemnity insurance for the directors, the charity or the auditors.

No employee earned £50,000 pa or more.

4. Deficit for the year

The deficit is stated after charging:-

	2002 £	2001 £
Depreciation of tangible fixed assets	54,282	50,344
Auditors' remuneration	1,850	1,750
	<hr/>	<hr/>

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)**

**Notes to the financial statements
For the year ended 31 March 2002**

5. Tangible fixed assets

	<u>Freehold Properties</u> £	<u>Motor Vehicles</u> £	<u>Fixtures Fittings & Equipment</u> £	<u>Leasehold improvements</u> £	<u>Total</u> £
Cost or valuation					
At 1 April 2001	2,178,000	18,839	38,631	2,043	2,237,513
Additions	-	-	19,608	-	19,608
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2002	2,178,000	18,839	58,239	2,043	2,257,121
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation					
At 1 April 2001	174,240	16,907	21,474	785	213,406
Charge for year	43,560	483	9,925	314	54,282
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2002	217,800	17,390	31,399	1,099	267,688
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Net book value					
As at 31 March 2002	1,960,200	1,449	26,840	944	1,989,433
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
As at 31 March 2001	2,003,760	1,932	17,157	1,258	2,024,107
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

<u>Freehold Property</u>	<u>Cost or Valuation</u> £	<u>Net book value</u> £
Investment properties	1,960,000	1,764,000
Head Office	145,000	130,500
Direct charitable use	73,000	65,700
	<hr/>	<hr/>
	2,178,000	1,960,200
	<hr/>	<hr/>

The freehold properties were revalued by the Directors at their estimate of current market value as at 31 March 1997. A review by the Directors at 31 March 2002 confirmed that there has been no material movement from the 1997 values.

**The Newcastle upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)**

**Notes to the Financial Statements
For the year ended 31 March 2002**

6. Investments

	<u>2002</u> £	<u>2001</u> £
Quoted investments		
Balance at 1 April 2001	301,960	304,218
Additions at cost	-	25,687
Disposals at market value	(3,771)	(25,687)
Interest on cash deposits	115	677
Net unrealised investment loss	(3,210)	(2,935)
	<hr/>	<hr/>
Balance at 31 March 2002	295,094	301,960
	<hr/>	<hr/>

The investments are made up of the following portfolios as at 31 March 2002:-

Narrow range total portfolio	<u>2002</u> £	<u>2001</u> £
Eurobonds	71,627	72,090
Cash	5	442
	<hr/>	<hr/>
	71,632	72,532
	<hr/>	<hr/>
Wide range total portfolio	<u>2002</u> £	<u>2001</u> £
Permanent Interest Bearing Shares	69,476	70,439
United Kingdom Unit Trusts	120,483	122,049
Eurobonds	33,464	33,682
Cash	39	3,258
	<hr/>	<hr/>
	223,462	229,428
	<hr/>	<hr/>

7. Debtors

	<u>2002</u> £	<u>2001</u> £
Debtors and prepayments	32,434	38,717
Staff loans	1,497	4,794
	<hr/>	<hr/>
	33,931	43,511
	<hr/>	<hr/>

Included in staff loans are amounts due after more than one year of £Nil (2001 - £730).

Young Men's Christian Association
(Limited by guarantee and not having a share capital)

Notes to the Financial Statements
For the year ended 31 March 2002

8. Creditors :- amounts falling due within one year

	<u>2002</u> £	<u>2001</u> £
Accruals and deferred income	87,974	78,890
	<hr/>	<hr/>

9. Funds

Grants and donations are received towards the projects operated by Newcastle upon Tyne YMCA. These are the Byker Project, Walker Project, Student Project, Progression Forum, Blakelaw Project, Steps Forward – Basic Skills Project and Rank Foundation Project. These funds are disclosed as being restricted.

Two designated funds exist within the Newcastle upon Tyne YMCA. The capital fund relates to the investment properties at Ellison Place and Ovingham Gardens. This is on the basis that the properties are subject to a long term lease and it is unlikely that the YMCA could dispose of the assets. The contingency fund represents the level of resources necessary to ensure the Association can sustain its current detached youth work operations for a period of twelve months, and meet its obligations to staff, should employment need to be terminated. The current fund represents approximately nine months of running costs and further transfers will be made to this fund as and when future surpluses arise. The Progression Forum and Basic skills projects, being externally funded, do not have an impact on this contingency fund.

Movements on restricted funds are summarised below.

Restricted funds

	<u>Balance</u> <u>2001</u> £	<u>Movement in funds</u> <u>Incoming</u> £	<u>Outgoing</u> £	<u>Transfer from</u> <u>Unrestricted Funds</u> £	<u>Balance</u> <u>2002</u> £
Walker project	-	30,503	(103,226)	72,723	-
Byker project	-	34,041	(82,720)	48,679	-
Student project	-	17,949	(47,340)	29,391	-
Blakelaw project	-	62,596	(84,211)	21,615	-
Steps Forward	14,635	62,853	(55,656)	-	21,832
Rank Foundation	2,152	30,686	(27,929)	-	4,909
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	16,787	238,628	(401,082)	172,408	26,741
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having share capital)
Income and Expenditure Account
For the year ended 31 March 2002**

	<u>2002</u>		<u>2001</u>
	£		£
Income			
Rent received	201,650		199,987
Investment income	20,059		20,888
Donations	27,908		8,037
Membership fees	305		355
Sundry income	2,047		1,916
Rent received - Ovingham Gardens	1,000		1,000
- Newcastle Literacy Trust	3,600		3,600
	<u>256,569</u>		<u>235,783</u>
Less overheads			
Salaries and pensions	47,865	43,229	
Travel expenses	665	889	
Cleaning, maintenance & repairs	1,273	1,322	
Telephone charges	1,578	1,187	
Conference, hospitality and training	1,208	3,598	
Printing, stationery and postage	3,696	2,204	
Insurance and affiliation fees	1,188	1,248	
Sundry expenses	642	(818)	
Office heating and lighting	1,180	1,244	
Mini bus	1,074	436	
Office rates	2,391	1,516	
Audit and accountancy charges	294	504	
Legal fees	74	4,320	
Bad Debts	250	350	
Midday Service	876	1010	
Equipment	159	-	
Y care donations	100	1,860	
Sailing	-	2,190	
Depreciation - Freehold property	43,560	43,560	
Depreciation - Mini bus	483	644	
Depreciation - Fixtures, fittings and Equipment	9,925	5,720	
Leasehold improvements	314	420	
	<u>(118,795)</u>	<u>(116,633)</u>	
Carried Forward	137,774		119,150

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having share capital)
Income and Expenditure Account (cont.)
For the year ended 31 March 2002**

	<u>2002</u>		<u>2001</u>
	£		£
Brought Forward	137,774		119,150
Project surplus/(deficits)			
Byker project deficit (page 20)	(48,679)		(45,037)
Walker project deficit (page 19)	(69,003)		(71,471)
Student project (page 21)	(29,391)		(26,637)
Progression forum (page 22)	-		(234)
Blakelaw project (page 23)	(21,615)		(16,690)
Steps Forward –			
Basic skills project (page 24)	7,197		8,855
Rank Foundation (page 25)	2,757		2,152
	<hr/>		<hr/>
	(158,734)		(149,062)
Revenue deficit for the year	<hr/>		<hr/>
	(20,960)		(29,912)
	<hr/>		<hr/>

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Schedule of Income and Expenditure for Walker Project
For the year ended 31 March 2002**

	<u>2002</u>		<u>2001</u>
	£		£
Grant received	24,557		17,750
Grants and donations	1,549		2,462
Rent	3,720		2,570
Other income	4,397		-
	<hr/>		<hr/>
	34,223		22,782
Salaries and pensions	80,812	80,509	
Travel expenses	1,452	1,013	
Conference, hospitality and training	1,127	3,410	
Postage, printing, stationery and advertising	892	1,291	
Telephone charges	1,229	1,169	
Heat and light, maintenance, cleaning, repairs and renewals	4,018	2,480	
Programme	10,426	1,959	
Insurance and affiliation fees	1,296	1,046	
Audit and accountancy	294	298	
Rent and rates	421	404	
Sundries	242	-	
Mini bus	841	540	
Equipment	176	134	
	<hr/>	<hr/>	
	(103,226)		(94,253)
	<hr/>		<hr/>
Deficit funded by the YMCA	(69,003)		(71,471)
	<hr/>		<hr/>

**The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Schedule of Income and Expenditure for Byker Project
for the year ended 31 March 2002**

	<u>2002</u>		<u>2001</u>
	£		£
Grants and donations	34,041		36,499
Salaries and pensions	67,781		61,292
Travelling expenses	500		441
Conference, hospitality and training	958		1,119
Printing, stationery and advertising	1,043		1,080
Telephone charges	770		846
Heat and light, maintenance and cleaning	844		920
Programme	5,906		9,569
Insurance and affiliation fees	1,310		1,068
Audit and accountancy	294		298
Rates	2,477		2,505
Consultancy	-		30
Mini bus	819		524
Evaluation	-		1,750
Sundries	18		30
Equipment	-		94
	<hr/>		<hr/>
	(82,720)		(81,536)
	<hr/>		<hr/>
Deficit funded by the YMCA	(48,679)		(45,037)
	<hr/>		<hr/>

The Newcastle upon Tyne
Young Men's Christian Association
(Limited by guarantee and
not having a share capital)
Schedule of Income and Expenditure for Student Project
For the year ended 31 March 2002

	<u>2002</u>		<u>2001</u>
	£	£	£
Grant and fee income	17,949		22,148
Salaries and pensions	36,428	37,637	
Travel expenses	1,344	695	
Mini bus	849	638	
Conference, hospitality and training	626	777	
Postage, printing and stationery	1,525	1,135	
Telephone charges	-	-	
Heat and light, maintenance cleaning, repairs and renewals	144	3	
Programme	791	784	
Insurance and affiliation fees	733	656	
Audit and accountancy	370	298	
Rent and rates	-	-	
Exam fees	-	-	
Equipment	1,706	-	
Sundries	19	8	
Foundation studies course	2,805	6,154	
	<hr/>	<hr/>	
	(47,340)		(48,785)
	<hr/>		<hr/>
Deficit funded by the YMCA	(29,391)		(26,637)
	<hr/>		<hr/>

The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Schedule of Income and Expenditure
For Progression Forum Project
For the year ended 31 March 2002

	<u>2002</u>		<u>2001</u>
	£	£	£
Income			27,533
Salaries and pensions	-	17,182	
Travel expenses and car allowance	-	663	
Postage, printing, stationery and advertising	-	984	
Office costs	-	395	
Publicity	-	-	
Training	-	4,347	
Management fee	-	3,000	
Sundries	-	-	
Rent	-	90	
Heat and light, cleaning and repairs	-	287	
Insurance and affiliation	-	521	
Audit and accountancy	-	298	
	-		(27,767)
Deficit funded by the YMCA	-		(234)

The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Schedule of Income and Expenditure
For Blakelaw Project
For the year ended 31 March 2002

	£	<u>2002</u> £	£	<u>2001</u> £
Grants and donations		62,596		57,127
Salaries and pensions	70,801		61,291	
Travelling expenses	1,646		1,727	
Conference, hospitality and training	1,858		1,592	
Printing, stationery and advertising	967		643	
Telephone charges	690		843	
Heat and light, maintenance and cleaning	632		2,187	
Programme	3,846		2,877	
Insurance and affiliation fees	1,742		1,150	
Audit and accountancy	294		298	
Rent	457		454	
Mini bus	963		560	
Equipment	315		195	
Sundries	-		-	
		<hr/>		<hr/>
		(84,211)		(73,817)
		<hr/>		<hr/>
Deficit funded by the YMCA		(21,615)		(16,690)
		<hr/>		<hr/>

The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Schedule of Income and Expenditure
For Steps Forward – Basic Skills Project
For the year ended 31 March 2002

	<u>2002</u>		<u>2001</u>
	£	£	£
Grants and donations	62,853		52,099
Salaries and pensions	38,205	24,765	
Travelling expenses	508	538	
Conference, hospitality and training	559	777	
Printing, stationery and advertising	2,814	1,521	
Telephone charges	817	1,146	
Programme	4,998	4,462	
Insurance and affiliation	554	522	
Audit and accountancy	294	298	
Equipment	-	1,189	
Consultancy	-	382	
Evaluation	-	1,200	
Rent	523	1,000	
Management fee	3,000	5,424	
Repairs and renewals	382	20	
Sundries	31	-	
Light & heat	191	-	
Pathfinder project	2,780	-	
	<hr/>	<hr/>	
	(55,656)		(43,244)
	<hr/>		<hr/>
Project surplus	7,197		8,855
	<hr/>		<hr/>

The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Schedule of Income and Expenditure for Rank Foundation Project
For the year ended 31 March 2002

	<u>2002</u>	<u>2001</u>
£	£	£
Grants	30,686	17,135
Cleaning, repairs and renewals	85	-
Equipment	1,041	95
Salaries	21,394	9,837
Travel	790	934
Minibus	498	77
Management		
Printing, Postage and Stationery	928	1,500
Audit	217	2,040
Courses	368	257
Insurance and affiliation	431	217
Programme	464	20
Sundries	65	6
Level 'O'	1,648	-
	(27,929)	(14,983)
Project surplus	<u>2,757</u>	<u>2,152</u>

The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Cashflow Statement
For the year ended 31 March 2002

	<u>Notes</u>	<u>2002</u>	<u>2001</u>
		£	£
Net cash inflow from operating activities	1	31,927	13,206
Returns on investments and servicing of finance			
Dividends and interest received		20,059	20,888
		<hr/>	<hr/>
Net cash inflow from returns on investment and servicing of finance		20,059	20,888
		<hr/>	<hr/>
		51,986	34,094
Investment activities			
Reinvested interest on investments	115	677	
Purchase of fixtures, fittings and equipment	19,608	10,974	
Purchase of leasehold improvements	-	583	
Proceeds from disposal of investments	(3,771)	-	
		<hr/>	<hr/>
Net cash outflow from investing Activities		(15,952)	(12,234)
		<hr/>	<hr/>
Increase in cash	2, 3	36,034	21,860
		<hr/>	<hr/>

This statement should be read in conjunction with the notes on page 27.

The Newcastle Upon Tyne
Young Men's Christian Association
(Limited by guarantee and not having a share capital)
Cashflow Statement
For the year ended 31 March 2002

1 Reconciliation of operating deficit to net cash inflow
from operating activities

	<u>2002</u> £	<u>2001</u> £
Operating deficit before interest and dividends	(41,019)	(50,800)
Depreciation charges	54,282	50,344
Decrease/(increase) in debtors	9,580	(2,385)
Increase in creditors	9,084	16,047
	<hr/>	<hr/>
Net cash inflow from operating activities	31,927	13,206
	<hr/>	<hr/>

2 Analysis of changes in cash

	<u>2002</u> £	<u>2001</u> £
Balance as at 1 April 2001	125,984	104,124
Net cash inflow	36,034	21,860
	<hr/>	<hr/>
Balance as at 31 March 2002	162,018	125,984
	<hr/>	<hr/>

3 Analysis of the balances of cash
as shown in the balance sheet

	<u>2002</u> £	<u>2001</u> £	<u>Change</u> <u>in year</u> £
Current account	(2,818)	(3,694)	876
Business premium account	58,079	34,861	23,218
High interest account	21,577	31,009	(9,432)
Treasurers account	84,975	63,452	21,523
Cash in hand	205	356	(151)
	<hr/>	<hr/>	<hr/>
	162,018	125,984	36,034
	<hr/>	<hr/>	<hr/>

	<u>31 March 2001</u> £	<u>30 Sept 2000</u> £	<u>Change</u> <u>in period</u> £
Current account	(3,694)	(3,648)	(46)
Business premium account	34,861	35,363	(502)
High interest account	31,009	36,879	(5,870)
Trustees account	63,452	35,284	28,168
Cash in hand	365	246	110
	<hr/>	<hr/>	<hr/>
	125,984	104,124	21,860
	<hr/>	<hr/>	<hr/>