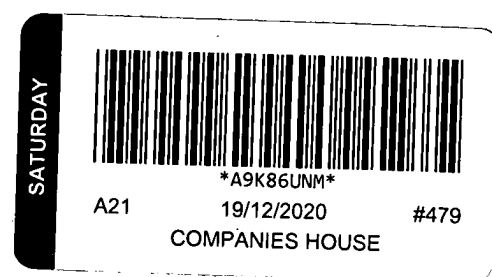


Registered number: 07025561
Charity number: 1134580

THE MANCHESTER YOUTH ZONE LIMITED
(A company limited by guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020



THE MANCHESTER YOUTH ZONE LIMITED
(A company limited by guarantee)

CONTENTS

	Page
Reference and administrative details of the charity, its trustees and advisers	1
Chairman's statement	2 - 3
Trustees' report	4 - 17
Independent auditor's report	18 – 20
Statement of financial activities	21
Balance sheet	22
Statement of cash flows	23
Notes to the financial statements	24 – 41

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2020**

Trustees

Chris Davis, Chair
James Smith, Vice Chair
Katharine Vokes (Resigned 9th September 2020)
Heather Crosby
Michael O'Connor
Peter Henry
Sandra Collins
Elizabeth Peters
Helen Taylor (Resigned 9th September 2020)
Frank Shephard
Will Lewis (Resigned 26th February 2020)

Company registered number

07025561

Charity registered number

1134580

Registered office

The Manchester Youth Zone Limited, 931 Rochdale Road, Harpurhey, Manchester, M9 8AE

Chief executive officer

Richard Marsh

Independent auditor

Crowe U.K. LLP, 3rd floor, The Lexicon, Mount Street, Manchester, M2 5NT

Bankers

Co-operative Bank, PO Box 250, Delf House, Skelmersdale, WN8 6WT

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

CHAIRMAN'S STATEMENT FOR THE YEAR ENDED 31 MARCH 2020

The chairman presents his statement for the period.

It is really difficult to write this report not being influenced by the impact of COVID-19 in the last two months of the reporting year. The Manchester Youth Zone has had to run its services remotely and online for the first time in order to be safe for our young people and community. We are now back offering both online and direct services to young people as we seek to manage the dynamic risk of the threat which COVID poses to our community.

The focus of this report, on what went on in the first 11 months of the year gives testament to the resilience and forward thinking of the young people, staff and volunteers of Manchester Youth Zone and it is why Manchester Youth Zone is well placed for the future and the emerging challenges that will need to be met. Manchester Youth Zone is all about giving Young People and the communities of North Manchester the opportunities and support to make a better life for themselves and ultimately help to continue the success story that is Manchester.

Over the year there have been many success stories which inspire us and demonstrate what our young people can achieve, given the opportunity and support of Manchester Youth Zone.

During the year we have had 35,840 visits from young people attending our evening and weekend sessions and it was a pleasure to observe the enthusiasm and energy of these sessions with the junior sessions being consistently attended by more than 120 young people. Staff and volunteers have been continually challenged to make activities engaging whilst at the same time seeking to develop skills, celebrating achievement, and making the connection with the wider community. I continue to be in awe of how our colleagues, both paid and those who volunteer their time and services, can deal with the challenges thrown their way, as these problems are an everyday occurrence.

We all celebrated Alec Mudimu a former young member and a youth worker become Zimbabwe Football Captain taking part in the African Nations Cup and earning his first professional Football contract. He wasn't our only footballing success with former member Brandon Williams becoming a Manchester United first team player.

With the help of The Rank Foundation we employed our first young person in the role of Youth Voice. Lucy had been a member from when we opened and now, she is employed on a 12-month programme to develop her skills before she decides on her next step in life.

Our first Band made a recording and one of our young people appeared on stage at The Albert Hall as part of the OnSide Awards.

Not all achievements were as headline grabbing as these however for those young people concerned, they were really life changing.

Our Junior Choices programme reached 64 young people over the year who are vulnerable to child criminal exploitation all growing in their own self confidence and developing resilience to be positive and exciting young people contributing to their communities.

A real addition to what we offer young people has been the opening of the "SafeZone". This enables young people from across all of Manchester with mental health issues to be supported in the Manchester Youth Zone and importantly being linked to other supportive opportunities. In this area, we worked with 12 young people over the last 12 months.

Young people also tell us that they would value support in their careers planning. With funding from the Oglesby Charitable Trust, we have been able to employ a qualified careers advisor who has worked with 63 young people helping them build their futures.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

CHAIRMAN'S STATEMENT FOR THE YEAR ENDED 31 MARCH 2020

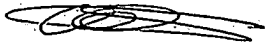
Last year has not been without its challenges to which Manchester Youth Zone continues to respond. On a Tuesday afternoon in October 2019, three young people were stabbed in McDonald's 20 metres away from the Youth Zone front door. Despite young people being extremely scared and worried we have once more built up the confidence of young people with training and discussion. The measures that the Youth Zone have put in place to protect young people are robust and sensitive at the same time protecting young people by being intelligence based.

Manchester Youth Zone has continued to work with partners in North Manchester to grow the youth offering and I am pleased to see the additional resources that have been attracted to North Manchester from a real partnership of thought and action working together.

To make great youth work happen and achievements flow for young people does not happen without substantial investment and I am pleased to thank all those who have supported the Youth Zone financially over the last 12 months meaning that we are in a good position as a charity with a reserve to deal with the "new world " which we find ourselves in.

I would advocate people to take a minute to understand the incredible work that takes place at The Manchester Youth Zone and the journey that we walk with our young people.

The great work that Manchester Youth Zone undertakes was perhaps best summarised in October when it was awarded the 2019 North West Charity of the Year – This award for an organisation so young was simply amazing and highlights the skills, vision, resilience and determination of all who contribute to ensure Manchester Youth Zones changes lives for the better.



Name Chris Davis
Chairman

Date: 10th December 2020

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020

The Trustees, who are also non-Executive Directors of the company, present the following report together with the audit Financial Statements of the charity for the period ending 31 March 2020, having taken advantage of the small companies exemptions provided under S415A of the Companies Act 2006.

CONSTITUTION

The charity is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 27 August 2009 (Charity Number 1134580). Management of the charitable company's affairs is vested in the co-trustees.

In the event of a winding up, the present members and those who have ceased to be a member within one year of such an event have guaranteed the liabilities of the company to the sum not exceeding one pound each.

METHOD OF APPOINTMENT OR ELECTION AND INDUCTION OF TRUSTEES

When appointing new Trustees, the Board considers the following:

- Board structure
- Review of the composition of the Board including the evaluation and balance of skills, knowledge and experience of Board members
- Give consideration to succession planning for Trustees

Upon appointment to the Board, Trustees are expected to attend bi-monthly Board meetings for which papers are submitted a week prior to the date.

The Memorandum and Articles of Association states that the number of trustees shall have no maximum and shall not be less than three.

Full details of the rules are contained in the company's Memorandum and Articles of Association, which may be inspected at the registered office.

Newly appointed trustees are provided with a comprehensive induction to Manchester Youth Zone through the provision of in-house training and an induction with the CEO covering Trustee responsibilities with particular emphasis and context given to Safeguarding and Financial risk.

ORGANISATIONAL STRUCTURE AND DECISION MAKING

Manchester Youth Zone is governed by its Board of Trustees, which is responsible for setting the strategic direction of the organisation and the policy of the charity. The trustees carry the ultimate responsibility for the conduct of Manchester Youth Zone, and for ensuring that the charity satisfies its legal and contractual obligations. The trustees meet on a bi-monthly basis.

Management Team

The Chief Executive, Richard Marsh provides key leadership in Manchester Youth Zone with the leadership team developing and delivering the business plan. The CEO is supported by three members of the leadership team:

- Head of Business
- Head of Youth Work
- Head of Development and Fundraising

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020

Over the last year we have strengthened the management team to better manage and co-ordinate the contracts which Manchester Youth Zone has. There is an increasing complexity to these contracts as the work of leading The North Manchester Youth Partnership grows and contracts involve a wider number of partners.

Our Safeguarding lead is now responsible for all interventions with young people including SafeZone, Choices and Junior Choices.

We were successful in filling two important posts as Seniors Youth Work Manager and Inclusion Manager which has enabled these two areas of work to be developed over the last 12 months, both these appointments have enabled us to develop a holistic approach to youth work in particular working with families.

Partnership

A real strength of Manchester Youth Zone is how it works in partnership with others, leading the North Manchester Youth Partnership to take a place-based approach to develop area wide strategies to problem solving and development. This work has been supported by a number of funders including Young Manchester, The Rank Foundation, The Oglesby Charitable Trust and supported by the Lottery, in the development of a partnership of thought as well as place. The partnership has now reached a mature model of working where partners are sharing good practice and working together on the delivery of programmes for young people. Significantly, this has allowed MYZ and the partners to access resources to increase our activity and the ambition of our work with young people and communities. The partnership continues to grow, with MYZ providing support to those smaller organisations, developing sustainability and policies allowing us all to reach more young people and provide a diverse provision. During the Pandemic the partnership approach has enabled us to offer with others a reach across North Manchester and allowed us to access new funding.

RISK MANAGEMENT

The Trustees have considered the principal risks to which the charity is exposed and considers these to be:

1. Failure to secure budgeted income from corporate funders and fundraising activity, particularly in light of Covid-19.
2. Possibility of Manchester City Council reducing its yearly contribution to the Youth Zone, due to the need to redirect funding.
3. The Youth Zone spending more each year than its income, and therefore calling on reserves each year.
4. The conclusion of large and longer-term funding contracts and re prioritisation of spend by larger charitable trusts to respond to Covid-19 – i.e. becoming very health related and supporting the elderly population
5. The security of young people, volunteers and staff whilst in the building and undertaking activity directed by the Youth Zone – Being Covid-19 secure as well as safe from other threats.

In response to the identified risk the Board have taken the following actions:

1. Failure to secure budgeted income from corporate funders and fundraising activity, particularly in light of Covid-19.
 - To meet in the first instance of the Pandemic every month / 2 weeks to support with reviewing income and in particular private sector partners.
 - Give significant resource in time to meet emerging opportunity from Trusts and Foundations to secure Covid-19 response and emergency funding.
 - Formal Partnership with OnSide as an umbrella organisation who build and promote new youth

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020

zones across the country, signing the network agreement and entering into dialogue about strategic funding priorities for youth zones.

- The Board will re model the Development Committee with the intention of identifying supporters of the Youth Zone who can identify new sources of funding
 - The Board will review and rework a Fundraising strategy when the impact of the Pandemic becomes clearer and when we can consult with funding partners about the future this is likely to be after the Furlough period.
 - Reviewed events and de risked with Individual giving becoming significant target for the fundraising team following the success of the 2.6 challenge which took place in April.
 - In order to grow unrestricted income launched the "Give and Take" model to attract private sector funding
 - Worked with the School for Social Entrepreneurs to develop a social enterprise offering management training and seminars to leaders in management and creating unrestricted income – This will now take place online via Zoom.
 - Engagement with the development of Young Manchester as a long term partner to develop our Place Based funding model – The Pandemic has further strengthened this work with Young Manchester supporting on a number of funding bids and meeting with key funders to support applications.
 - Worked to accommodate Joe Gallagher Boxing Academy, Safe Zone and I Thrive Hub delivering education and support for young people therefore securing an income.
 - Worked with the OnSide network as an opportunity to share in collective funding approaches with success in bringing new funding.
 - Governance oversight of funding bids over £5,000
 - Positioning of Youth Zone as a lead and expert body on issues relating to North Manchester e.g. effects of serious and organised crime, and therefore increasing the opportunities for funding and commissioning
2. Possibility of Manchester City Council reducing its yearly contribution to the Youth Zone, due to the need to redirect funding
 - Manchester Youth Zone has supplied Manchester City Council with a full report of how the Youth Zone contributes to the city's strategic objectives and has maintained this ongoing dialogue
 3. The Youth Zone spending more each year than its income and therefore calling on reserves each year.
 - In response to losing funding in March of 2020 due to Covid-19 which was from events and other funders, a plan was put forward to remodel the work force to live within budget as a result following the conclusion of The Job Retention scheme 20 posts have been made redundant. This has reduced costs to what is within the budget, New posts will be added when funding has been secured. The method of working being the Youth Zone will only expand its work once funding is secured.
 4. The conclusion of large and longer-term funding contracts and re prioritisation of spend by larger charitable trusts to respond to Covid – i.e. becoming very health related and supporting the elderly population

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020

- An immense amount of work has been undertaken by the team with Trusts and Foundations with funding being secured from Masonic Charitable Trust, Children in Need, Reaching Communities Reusing Foundation and Rank Foundation to support the period when the Youth Zone was moving towards offering online services.
5. The security of young people, volunteers and staff whilst in the building and undertaking activity directed by the Youth Zone – Being Covid-19 secure as well as safe from other threats.
- Drawn up plans for the remodelling of the entrance to the Youth Zone with improved security. Monitored pro-actively the level of reserves to ensure they are in line with the policy of being between 3-6 months of operating costs.
 - A new policy on knife attacks was implemented and all staff received training on responding safely to such an event in the youth zone, staff are also being trained in first aid of knife wounds.
 - The Manchester Youth Zone Board received reports under the Health and Safety Covid-19 on a regular basis during the period of closure and pending re opening – The Board identified other expertise in property and ensured that all Youth Zone Covid-19 policies were signed off at Board level. Additional spend was authorised for home working and PPE. The Board also identified mental health support and training support in particular for staff who had been furloughed and felt on the edge of the organisation.

POLICIES AND OBJECTIVES

We aim to help all young people aged 8 to 19 to succeed in life through a whole range of programmes and activities designed in consultation with young people.

We aim to raise the aspirations of children, young people and their families so they can make an economic contribution to the success of Manchester.

We draw 73% of our membership from the most disadvantaged communities; some of the wards are in the most deprived 10% in the UK. To this end, whilst we provide youth work and play opportunities for all young people, our vision is that no young person touched by the Youth Zone should be in a NEET situation (Not in Education, Employment or Training). All our activities support young people to make the transition into adulthood giving them the skills to engage in the economic, cultural and sporting life of Manchester.

Objectives 2019-20 and achievement

Objective	Achievement
1. Engage 200 young people over a minimum of 2 sessions a week.	170 young people were engaged for 2 or more sessions per week
2. Ensure Senior Youth Work sessions are operating at peak times in the evenings and at weekends and explore joint delivery methods with other local and city-wide providers.	Manchester Youth Zone has continued to secure the necessary resources to enable us to offer a service over the whole week. In particular, we have been able to offer a holiday hunger programme since 2017 to young people and their families over school holidays.
3. Ensure the characteristics of Manchester Youth Zones active membership is reflective of the local youth population in	We have a membership which reflects the population of North Manchester, we continue to seek ways to ensure female participation is 50/50 in the older age range from 14 plus.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2020**

relation to gender, ethnicity, age, disability etc and draws from across North Manchester.	
4. Maintain and develop opportunities for young people that strengthens their voice and influence at a local and city-wide level.	Over the last 12 months huge strides have been made in giving young people a voice in the politics of their region and the city as a whole, with young people presenting to City Councillors, leaders from the Combined Authority and Government Ministers. From September we employed our first young person age 18 a former member who now leads on Youth Voice.
5. Take a multi-agency approach to supporting children and young people that may require early help and targeted support. e.g. Young Carers, LAC, Care Leavers etc.	The Youth Zone has worked closely with other agencies to support young people, in particular Early Help, strong links have been made through the Youth Zone participation in ACE's training across Harpurhey.
6. Provide strategic leadership for partner youth organisations through the facilitation of the North Youth Partnership.	The Youth Zone, through the North Youth Partnership, works with 16 other youth organisations delivering £400K of activity for young people in North Manchester. This year we concluded the Lottery funded work around preparing young people for work.
7. To diversify funding through the use of a social enterprise model.	The Youth Zone worked with the school for social entrepreneurs to develop, test and then implement a social enterprise model for providing unrestricted funding, this generated £25,000
8. To introduce the "Give and Take" fundraising programme for corporate volunteers	Seven employers across Manchester signed up to this programme giving Manchester Youth Zone monthly payments.

ACTIVITIES FOR ACHIEVING OBJECTIVES

Projects and Programmes

The Youth Zone was established in 2012 and is committed to working in partnership in North Manchester to achieve outcomes for young people. We aim to help all young people aged 8 to 19 (up to 25 for those with additional needs) to succeed in life through a whole range of programmes, activities and workshops designed in consultation with young people.

Core Offer

This is our universal offer which happens each evening. It is open to all young people who become members of the Youth Zone:

Juniors Aged 8 to 12

Days offered: Tuesday, Thursday and Friday evenings from 3:30
Visits over the year: 12,724 (previous year 14,450)

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020

Activity: Over the last 12 months we have responded to a rising demand from young people for universal access provision whilst managing safe activity. There has been a mixed range of activity available for young people on each session including Music, Arts, Sport and Cooking. Several young people have excelled in the area of music and performed on our awards evening. We have been able to establish a regular boxing session for juniors run to a very high quality using external partners.

We have on several occasions had over 140 young people attending sessions and had to respond accordingly.

From 23rd March when we were no longer able to offer face to face work, we made a transition to supporting young people with welfare calls, setting activities, delivering play packs and sessions on zoom. However, for younger members zoom was not as successful as for seniors partly due to the need of parental supervision when accessing devices. It also became evident that some members did not have the necessary access to devices, MYZ was able to provide 11 tablets as well as internet access to some families

During the past twelve months we have continued to expand our Learn to Lead programme and this has increased the number of 'young leader' volunteers on junior sessions this provides a very visible demonstration of social action.

We have developed a volunteering programme with Manchester Metropolitan University and students have been involved in the delivery of workshops with juniors that they have designed themselves.

We have had to redesign our volunteer offer and enable them to use social media with young people whilst maintaining safeguarding standards

Seniors Aged 12 to 21 (up to 25 for those with additional needs)

Days offered: Monday, Wednesday, Friday and Saturday evening which was re-introduced in September
Visits over the year: 15,694 (previous year 17,981)

Activity: Young people following a youth work programme of issue based work and activity. On a session there is a minimum of 20 sports, arts, dance, music and social activities in place. All young people are able to access individual support from Youth Work staff. Over the course of the year there are a number of off-site visits and residential trips including Outward Bound. The Boxing sessions continue to be very popular with senior members this links to the Joe Gallagher Academy which is based at the Manchester Youth Zone.

Over the year we have consulted with, and developed activities alongside young people, this has included social action, where young people have identified work that needs to be done in the community, designing and implemented that work - including initiating dialogue on issues such as knife crime.

Over the last 12 months a focus on our senior sessions has been around careers, this has been informed by young people and facilitated by our Careers Advisor.

Our Music offer has resulted in young people recording songs and performing outside the Youth Zone.

Workshops and issue-based activity is incorporated into youth work sessions. Subjects are selected based on what young people suggest or on local concerns and trends. This year, topics have included employability, health and extremism. A girl's group was also established on Monday evenings.

As part of the senior sessions we have introduced a 16-19 session on a Friday afternoon which has involved young people who are refugee's and asylum seekers participating and taking part in activities with a number of them becoming integrated into evening sessions during the week.

We continued our Saturday night offer working with young people to develop what they wanted to see on a

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020

Saturday evening which saw greater ownership of the session by the young people with them running a very popular quiz session as well as working with JD Sports on specific workshops. Similar to Juniors, from closing on March 23rd we provided young people with welfare calls and started making the transition to having an online presence that was able to provide young people with some of the contact and issue based work they had previously had at the Youth Zone. This work used Facebook and Zoom and is now continuing as we have been able to introduce sessions once again which follow National Youth Agency (NYA) guideline for the safety of both staff and young people.

Employability

The development of employability skills with all young people across senior and junior sessions has been key to all that we do in preparing young people to make a contribution to the economic success of Manchester. Employers and private sector supporters have contributed to both senior and junior sessions, raising aspirations and offering insight into new career pathways and industries.

Employers are directly involved in our sessions delivering skills and awareness raising. The JD sessions introduced young people to buyers and their fashion team and involved young people in a fashion shoot. Volunteers from our corporate supporters bring a new and different perspective with Nike, Car Finance 24/7 and Together regularly working with our young people.

The development of leadership skills has been key to the work which we have developed with young people. Developing our Coffee cycle idea and putting forward their idea for a co-operative to operate across youth organisations in North Manchester. We have delivered leadership skills training and then given young people the opportunity to put these skills into action with social action projects and volunteering in leadership roles where they have been given responsibility.

Our Smart Futures project, funded by Reaching Communities concluded in December and has provided a number of career focused days which have been offered to schools locally as well as to our members. These include a Construction Day, Enterprise Days, an NHS Day and a Digi Day. Young people took have been able to access work experience through this and work encounters through term time.

Building on this with funding from the Oglesby Charitable Trust we have been able to employ a careers adviser giving independent guidance and advice. This work is entirely focused on raising aspiration and focuses on those young people who have the academic ability to exploit the entire range of careers options, but who do not necessarily have the role models or contacts. Most of the work is taking place on an individual basis and is building to supporting successful transitions at age 16 and 18.

Following lockdown, the work of our career's adviser became critical in supporting our older members, in particular those in Years 10 to 13 – There was a huge degree of uncertainty and anxiety about in the first instance public examinations and then college / FE / HE entry. This work continues with the Youth Zone developing approaches to respond to youth unemployment – now running an enterprise programme.

The Bike to the Future programme also feeds into our employability offer. Young people gain an understanding and respect for the workplace, consistency and effort. The bike project continues to be a motivating factor in retaining the engagement of harder to reach young people who have accessed other sessions at the Youth Zone. We have established the extremely popular 'earn a bike' scheme and developed options for accreditation and up-cycling which we will introduce next year. Importantly, Bike to the Future creates opportunities to learn about enterprise and self-employment. Greater Manchester Police and The University of Manchester continue to donate bikes that have not been claimed and have given permission that the Youth Zone are able to sell these bikes back into the community.

Food Poverty

Food poverty is an endemic issue in the local community. A key component of our core offer is the provision of a hot meal for young people on sessions. We continue to provide thousands of hot meals to young people at a cost of no more than £1 each. For some of the young people this is the only hot meal they will have that day.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020

Young people can access these meals each evening, whilst priced our staff do ensure that no young person goes hungry.

Over the summer of 2019, with support from Guinness Partnership and MoneyPlus Group, we were able to offer all children attending our evening session's free meals to ensure everyone was being fed. During the day we ran a programme for targeted young people and families aged 8-11 addressing Holiday Hunger for those on free school meals who may not otherwise have well balanced and nutritious food. This proved a real success with 78 children attending, the feedback and impact from this is such that we have continued this work in subsequent holiday periods.

We were able to run this programme over each holiday period – Over Christmas we provided families with food parcels as well as presents for children.

Since the lockdown Food Poverty has become a major issue, staff have responded to the failings of government and education in running a system, by providing families with food packages and assisted with the application for free school meals.

With support we have continued to run a Holiday Hunger programme. The Pandemic has exacerbated the issues that families face, and the constant struggle families have to provide food.

Food and nutrition has become integrated into all of our work, for example, education around hydration and the effects of food supplements applied in sport and gym sessions. A cooking session each Wednesday has grown and the need for a young person's training kitchen became very apparent. We were able to establish partners in Guinness Partnership and Fusion21 to donate capital funding to the build of a learning kitchen – with a number of employability outcomes. Over the last year on junior sessions, we have seen better food choices and portion control, with young people expanding the variety of food they eat including vegetables. We have developed an allotment project on site so young people now sow, grow and harvest their own produce.

Our nutrition work forms part of a wider health curriculum which includes sexual health, relationships, emotional wellbeing and physical fitness.

Safeguarding

We have continued to develop our safeguarding work to include protecting young people from criminal exploitation. This is our biggest safeguarding threat. Funding from BBC Children in Need and The Home Office helped us work with 64 young people on the Junior Choices programme which supports young people "at risk" of child criminal exploitation. Together with The Children's Society we worked with an older group of young people aged 13-16 who were on the edges of involvement with organised crime groups, there were a number of notable successes including supporting a young person back to full time education after an absence of two years.

Our Safeguarding lead member of staff has undertaken enhanced certificated training with Manchester Safeguarding Children Board on a range of subjects including Domestic Violence, Children Affected by Substance Misuse and Children Affected by Neglect – these three areas are the most prevalent safeguarding concerns. The other feature of this year has been all delivery staff being involved in the Manchester City Council Adverse Childhood (ACE's) experiences work and for much of our work to be accredited as ACE's informed. As part of the partnership we continue to adapt and change our practice to ensure we meet the needs of young people.

Leadership through The North Manchester Youth Partnership

Manchester Youth Zone remains committed to growing the volume and quality of youth work in North Manchester through Chairing and leading the Youth Partnership. We presently manage a fund from Young Manchester that commenced in April 2018, this year reaching 1,062 individual young people in the year across North Manchester. We also delivered with partners the Smart Futures project which has worked with 2,854

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020

young people offering them work experience, work encounters and industry days.

Last year we worked with Young Manchester and the Rank Foundation to develop and deliver partnership projects based on a theory of change that was led by Active Communities Network this enabled all the organisations to work in partnership and develop opportunities that progressed young people in North Manchester. This work was very much place based and a pre cursor to the development work we have undertaken with the lottery to develop a partnership of "thought".

We meet regularly as a partnership sharing what we do and seeking to work together to provide young people with high quality youth services this partnership is now in a strong place and is proving attractive to future funders who want to ensure the voluntary sector are working together. An example of sharing leadership was the publication by MYZ on its website of risk assessments that were then used by other organisations in North Manchester to provide a Covid-19 secure environment.

Throughout the Pandemic we, with other partners, have used the partnership to great effect to source funding and presenting a single view of what we need to provide in North Manchester. The feedback from funders has been first class in achieving what they needed - a strategy to reach people that is joined up.

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

KEY FINANCIAL PERFORMANCE INDICATORS

Total income for the year was £1,385,335 (2019: £1,601,804). Of this, £592,882 was from donations, grants and legacies (2019: £622,427) and £695,649 was from charitable activities (2019: £654,116).

Total expenditure for the year was £1,517,243 (2019: £1,507,125). Of this 94.2% was on charitable activities (2019: 90.8%).

The net deficit for the year is £131,908 (2019: net surplus of £130,132)

The funds carried forward were £450,777 (2019: £582,685), of which £295,277 (2019: £490,867) were unrestricted funds and £155,500 (2019: £91,818) were restricted.

REVIEW OF ACTIVITIES

Membership

We have seen a consistent number of juniors attending sessions. From October 2019 the Youth Zone had to deal with the consequences of a serious knife attack 20 metres from our front door within the locality and this had an impact on attendance at Senior Sessions. Through the hard work of staff, volunteers and partners, these numbers began to recover. Many young people have articulated their fear of knife crime and serious youth violence as a reason which prevents them taking part in evening activities.

Since 23rd March the Youth Zone has had a free membership policy and renewed memberships with young people and parents over the phone and online. We acknowledge that at this challenging time we need to be proactive and protective in our approach.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020

Financial review

RESERVES POLICY

The Trustees have set a reserves policy, that the reserve should be between three- and six-months operating costs. Total reserves as at 31 March 2020 stood at £450,777 of which £155,500 were restricted. Unrestricted reserves were £295,277. Of these, £25,873 relate to fixed assets, leaving £269,404 as free reserves.

Three- and six-months' expenditure represents between £378,686 and £757,372 meaning the charity is below its reserves policy. The charity is seeking various funding sources and reviewing its cost base to identify areas of improvement to increase reserves to its target level.

GOING CONCERN

The Manchester Youth Zone has been successful in securing significant unrestricted funding in the year to March 2021, and anticipate to close with an additional £200,000 going into reserves taking their reserve position to within their required 3-6 months of running costs, therefore enabling the Board to be confident that the Youth Zone is a going concern and there are no material uncertainties in this regard. COVID-19 has impacted significantly on the charity's operations but cash flow and budget forecasts, based on this secured funding and revisions to the charity's operating model, show that the charity has sufficient headroom to meet its liabilities for the foreseeable future, being at least 12 months from the date of the approval of the financial statements

PRINCIPAL FUNDING

During the financial year 2019-20 total income was £1,385,335.

Voluntary Income (individually stated where over £25,000)

ANS	£25,000
Bruntwood	£35,000
Together	£25,000
Money Plus	£36,000
Car Finance 247	£40,000
GCA Altium	£25,000
Other Donations	£106,882
Total Donations	£292,882
Manchester City Council	£300,000
Total Voluntary Income	£592,882
Activities for Generating Funds	£96,685

Income from charitable activities (individually stated where over £25,000)

Big Lottery	£104,222
The Oglesby Charitable Trust	£31,148
Young Manchester	£149,900
Eric Wright	£25,000
Rank Foundation	£50,200
Home Office	£30,000
Zochonis Charitable Trust	£30,000
Other	£275,179
Total Income from Charitable Activities	£695,649

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020

Plans for future periods

FUTURE DEVELOPMENTS

A number of developments have been identified for 2020-2021, these include:

- The further development of the "Give and Take" initiative with corporate Manchester that will deliver greater funding, more volunteers and the engagement of givers in what we do.
- The Youth Zone will build upon being a "SafeZone" and look to become a Thrive Hub for North Manchester, working alongside key organisations to promote the resilience and wellbeing of young people.
- The development of careers information advice and guidance to young people, that recognises the primacy of young people – We intend to build the work of the Careers Coach into our mainstream work.
- We know that we need to diversify our offer to meet the articulated needs of young people, we will continue to seek funding to enable us to do this. A priority we are working towards is the provision of a training kitchen with two potential funders.
- Greater involvement of North Manchester Youth Network partners to expand our reach, and build the capacity of the voluntary sector through a place-based approach, to develop the leadership skills and social action of young people. In particular, we are seeking to have an impact on keeping young people safe across the whole of North Manchester.
- The further development of a social enterprise corporate training model in order to generate unrestricted funding.

PAY POLICY FOR STAFF INCLUDING SENIOR STAFF

Each year the Youth Zone remuneration subcommittee looks at pay of all staff and makes a recommendation for any adjustment or cost of living increase to the whole Board.

The Youth Zone is paying over the government's recommended National Living Wage, and is working towards the 'Real Living Wage' Foundation figure. The Youth Zone benchmark these salaries with other Youth Zones who are part of the OnSide network, taking guidance from our statistical neighbours in terms of volume and income.

EQUAL OPPORTUNITIES

The Youth Zone is an equal opportunities employer and aims to create an environment in which all people are fully valued.

INFORMATION ON FUNDRAISING PRACTICES

The Youth Zone's funding comes from a mixture of donations and grants. The majority of donations come from Manchester's private sector as opposed to individual donors, however the charity Trustees are aware of the need to protect vulnerable people and other members of the public from fundraising behaviour which:

- is an unreasonable intrusion on a person's privacy
- is unreasonably persistent
- places undue pressure on a person to give money or other property

The charity does not employ an external fundraiser and monitors the fundraising activities of its staff, and third

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020

party fundraisers to ensure that standards are met.

The Youth Zone has signed up to the Fundraising Regulator whereby registered organisations agree to demonstrate compliance with the law. The Code of Fundraising Practice outlines the standards expected of all charitable fundraising organisations across the UK. The standards were developed by the fundraising community through the work of the Institute of Fundraising and Public Fundraising Association.

The Youth Zone's open and accessible complaints procedures are followed if concerns are raised about fundraising, and the Chairman is kept informed of all complaints, however the Youth Zone has not received any complaints regarding our lack of compliance to fundraising standards or scheme for fundraising regulation, nor has anyone acting on the organisations behalf for the purposes of fundraising.

The Youth Zone consults the Code of Fundraising Practice when new fundraising is undertaken and is made aware of changes in policy via updates from the Institute of Fundraising.

The Youth Zone references the Code of Fundraising Practice when undertaking any new forms of fundraising.

Fundraising highlights over the past year have included:

- The successful launch and implementation of the first 'Meet the CEO' series raising £25,000
- The continued diversification of long-term partnerships – ANS, Bruntwood, JD and MoneyPlus Group
- Establishing a new partnership and funding for the Learning Kitchen from Fusion21 and Guinness Partnership
- CarFinance247 funding a Halloween evening unlike anything MYZ have seen before for young people as well as creating new employee engagement opportunities
- Team building days bringing in voluntary income and new contacts at businesses such as KAM and Saffery's
- Together Graduates supporting the creation of a new training opportunity to develop MYZ's private sector offer
- Christmas campaigns for family hampers and to address Holiday Hunger with MoneyPlus Group and CarFinance247
- Manchester Ball supporting MYZ in partnership with HideOut
- Pod-Trak donation of the 'Plastic Fantastic' greenhouse.

DISABILITIES

The Youth Zone welcomes young people of all abilities and encourages their participation free from discrimination. The Youth Zone also employs an Inclusion Co-ordinator to ensure that we are aware of the needs of young people who attend the Youth Zone and are able where appropriate to support their needs.

The impact of Covid-19 and lockdown on the well-being of this group of young people has been particularly damaging, and Manchester Youth Zone will continue to strive to mitigate the impact by ensuring we have resource positioned to provide a service to young people with disabilities and their families.

PUBLIC BENEFIT

The activities of the charity are undertaken to further its charitable purposes for the public benefit. The provision of a high-quality facility for young people responds to a clear, ongoing demand from young people, parents and the wider community for more and better places for young people to go. The facility focuses on

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2020

attendance and affordable access to all the facilities that are provided and will lead to:

- Improved achievement and enhanced aspirations amongst young members of the local community
- Those attending the Youth Zone will be happier, healthier and make constructive use of their leisure time
- Greater motivation to succeed, and avoid nuisance or anti-social behaviour

Longer term public benefits will include improved health, reduced crime, enhanced learning and employability, and greater community cohesion.

The Trustees have complied with the duty in section 4 of the Charities Act 2006 to have due regard to the public benefit guidance issued by the Charity Commission.

TRUSTEES' RESPONSIBILITIES STATEMENT

The Trustees (who are also directors of Manchester Youth Zone Limited (formerly known as The Factory Youth Zone (Manchester) Limited) 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. Under company law the Trustees must not approve the financial statements unless they are satisfied that they 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 Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting 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 in operation.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and 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.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2020**

DISCLOSURE OF INFORMATION TO AUDITOR

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

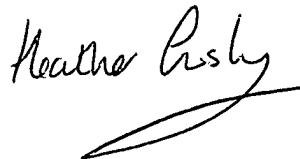
- so far as that Trustee is aware, there is no relevant audit information of which the charitable company's auditor is unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable company's auditor is aware of that information.

The Trustees have taken advantage of the small companies' exemptions provided in Section 415A of the Companies Act 2006.

This report was approved by the Trustees, on the 10th December 2020 and signed on their behalf by:



Chris Davis
Trustee



Heather Crosby
Trustee

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE MANCHESTER YOUTH ZONE LIMITED

OPINION

We have audited the financial statements of The Manchester Youth Zone Limited (the 'charity') for the year ended 31 March 2020 set out on pages 21 to 41. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

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 2019 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

CONCLUSIONS RELATING TO GOING CONCERN

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

OTHER INFORMATION

The Trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE MANCHESTER YOUTH ZONE LIMITED

inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Trustees' responsibilities statement, the Trustees (who are also the directors of the charity 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, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an Auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditor's report.

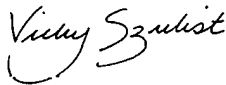
THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE MANCHESTER YOUTH ZONE LIMITED

USE OF OUR REPORT

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's 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 trustees, as a body, for our audit work, for this report, or for the opinions we have formed.



Vicky Szulist

For and on behalf of

Crowe U.K. LLP

Chartered Accountants
Statutory Auditor

3rd floor
The Lexicon
Mount Street
Manchester
M2 5NT

Date: 11th December 2020

Crowe U.K. LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2020**

	Note	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
INCOME FROM:					
Donations and legacies	3	592,478	404	592,882	622,427
Charitable activities	4	84,605	611,044	695,649	654,116
Other trading activities	5	96,648	37	96,685	325,261
Investment Income		<u>119</u>	<u>-</u>	<u>119</u>	<u>-</u>
TOTAL INCOME		<u>773,850</u>	<u>611,485</u>	<u>1,385,335</u>	<u>1,601,804</u>
EXPENDITURE ON:					
Raising funds:					
Donations and legacies		88,715	-	88,715	138,534
Charitable activities		<u>880,657</u>	<u>547,871</u>	<u>1,428,528</u>	<u>1,368,591</u>
TOTAL EXPENDITURE	8	<u>969,372</u>	<u>547,871</u>	<u>1,517,243</u>	<u>1,507,125</u>
NET BEFORE TRANSFERS		(195,522)	63,614	(131,908)	94,679
Transfers Between Funds	17	(68)	68	-	-
NET (EXPENDITURE) / INCOME BEFORE OTHER RECOGNISED GAINS AND LOSSES		(195,590)	63,682	(131,908)	94,679
NET MOVEMENT IN FUNDS		(195,590)	63,682	(131,908)	94,679
RECONCILIATION OF FUNDS:					
Total funds brought forward		<u>490,867</u>	<u>91,818</u>	<u>582,685</u>	<u>488,006</u>
TOTAL FUNDS CARRIED FORWARD		<u>295,277</u>	<u>155,500</u>	<u>450,777</u>	<u>582,685</u>

The notes on pages 24 to 41 form part of these financial statements.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

**BALANCE SHEET
AS AT 31 MARCH 2020**

	Note	£	2020 £	£	2019 £
FIXED ASSETS					
Tangible assets	13		25,873		25,235
CURRENT ASSETS					
Stocks	14	1,851		2,340	
Debtors	15	136,478		166,478	
Cash at bank and in hand		<u>354,374</u>		<u>453,728</u>	
		492,702		622,546	
CREDITORS: amounts falling due within one year	16	<u>(67,798)</u>		<u>(65,096)</u>	
NET CURRENT ASSETS			<u>424,904</u>		<u>557,450</u>
NET ASSETS			<u>450,777</u>		<u>582,685</u>
CHARITY FUNDS					
Restricted funds	17		155,500		91,818
Unrestricted funds	17		<u>295,277</u>		<u>490,867</u>
TOTAL FUNDS			<u>450,777</u>		<u>582,685</u>

The charity's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

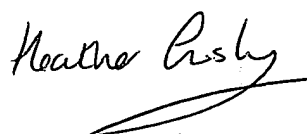
The Trustees consider that the charity is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the charity to obtain an audit for the year in question in accordance with section 476 of the Act. However, an audit is required in accordance with section 144 of the Charities Act 2011.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees on 10th December 2020 and signed on their behalf, by:



Chris Davis, Trustee



Heather Crosby, Trustee

The notes on pages 24 to 41 form part of these financial statements.

THE MANCHESTER YOUTH ZONE LIMITED
(A company limited by guarantee)

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2020**

	Note	2020 £	2019 £
Cash flows from operating activities			
Net cash (used in)/provided by operating activities	19	<u>(85,225)</u>	<u>43,435</u>
Cash flows from investing activities:			
Dividends, interest and rents from investments		119	-
Purchase of tangible fixed assets		<u>(14,248)</u>	<u>(6,760)</u>
Net cash used in investing activities		<u>(14,129)</u>	<u>(6,760)</u>
Change in cash and cash equivalents in the year		(99,354)	36,675
Cash and cash equivalents brought forward		<u>453,728</u>	<u>417,053</u>
Cash and cash equivalents carried forward	20	<u>354,374</u>	<u>453,728</u>

The notes on pages 24 to 41 form part of these financial statements.

Net Debt Statement	As at 1 April 2019	Cash flows	As at 31 March 2020
	£	£	£
Cash at bank and in Hand	453,728	(99,354)	354,374

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

1. GENERAL INFORMATION

Manchester Youth Zone is a private charitable company limited by guarantee (Company Number 07025561, Charity Number 1134580). Its registered office is 931 Rochdale Road, Harpurhey, Manchester M9 8AE.

2. ACCOUNTING POLICIES

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Manchester Youth Zone Limited meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

2.2 Company status

The charity is a company limited by guarantee. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member. This applies to members of the charity at the date of dissolution or those who were members within twelve months of the dissolution.

2.3 Going concern

The charity's activities, together with the factors likely to affect its future development, performance and position are set out in the Trustees' Report which also describes the financial position of the charity including its cash, investment and reserves policy.

The Manchester Youth Zone has been successful in securing significant unrestricted funding in the year to March 2021, and anticipate to close with an additional £200,000 going into reserves taking their reserve position to within their required 3-6 months of running costs.

After making enquiries, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future, being no less than 12 months from the approval of the financial statements. Thus they continue to adopt the going concern basis of accounting in preparing the annual report and financial statements and there is no material uncertainty in relation to this.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES (continued)

2.4 Income

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donated services or facilities are recognised when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the Friends is not recognised and refer to the Trustees' report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES (continued)

2.6 Tangible fixed assets and depreciation

All assets costing more than £500 are capitalised.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities incorporating income and expenditure account.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures & fittings	- 3-10 years straight line
---------------------	----------------------------

2.7 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

2.8 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.9 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.10 Cash at Bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.11 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES (continued)

2.12 Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.13 Pensions

The charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the charity to the fund in respect of the year.

2.14 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity 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 or which have been raised by the charity for particular purposes. The costs 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.

2.15 Critical accounting estimates and areas of judgment

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions:

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

(i) Useful economic lives of tangible assets

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

(ii) Impairment of debtors

The company makes an estimate of the recoverable value of trade and other debtors.

When assessing impairment of trade and other debtors, management considers factors including the current credit rating of the debtor, the ageing profile of debtors and historical experience.

There are no critical areas of judgement.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

3. DONATIONS AND LEGACIES

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Donations	292,478	404	292,882
Grants	300,000	-	300,000
	<u>592,478</u>	<u>404</u>	<u>592,882</u>
Total donations and legacies			

	<i>Unrestricted funds 2019 £</i>	<i>Restricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Donations	317,427	5,000	322,427
Grants	300,000	-	300,000
	<u>617,427</u>	<u>5,000</u>	<u>622,427</u>
Total donations and legacies			

4. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Membership Fees	5,584	-	5,584
Contract Income	22,790	-	22,790
Session Fees	13,778	-	13,778
Grants	-	611,044	611,044
Catering Income	42,453	-	42,453
	<u>84,605</u>	<u>611,044</u>	<u>695,649</u>

	<i>Unrestricted funds 2019 £</i>	<i>Restricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Membership Fees	4,990	-	4,990
Contract Income	30,982	-	30,982
Session Fees	12,604	-	12,604
Grants	-	562,365	562,365
Catering Income	43,166	-	43,166
	<u>91,751</u>	<u>562,365</u>	<u>654,116</u>

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

5. ACTIVITIES FOR GENERATING FUNDS

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Fundraising Events	72,508	-	72,508
Room Hire	23,126	-	23,126
Other	1,014	37	1,051
	<u>96,648</u>	<u>37</u>	<u>96,685</u>

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £
Fundraising Events	302,727	100	302,827
Room Hire	22,434	-	22,434
	<u>325,161</u>	<u>100</u>	<u>325,261</u>

6. DIRECT COSTS

	Operation of Youth Zone £	Total 2020 £	Total 2019 £
Advertising	145	145	768
Recruitment	1,650	1,650	1,749
Sundries	2,126	2,126	655
Catering	52,276	52,276	52,854
Youth Provision	207,449	207,449	217,271
Consultancy	-	-	750
Wages and salaries	1,021,377	1,021,377	951,313
	<u>1,285,023</u>	<u>1,285,023</u>	<u>1,225,360</u>

2019 totals all arise from the activity - Operation of Youth Zone.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

7. SUPPORT COSTS

	Operation of Youth Zone £	Total 2020 £	Total 2019 £
Postage, Printing and Stationery	4,471	4,471	5,532
Insurance	8,985	8,985	7,129
Training, Travel & Subsistence	11,979	11,979	12,690
IT, Website, Software & Phones	25,111	25,111	23,359
Licenses	23,259	23,259	22,651
Consultancy	4,065	4,065	7,392
Premises Costs	117,610	117,610	110,442
Governance	6,660	6,660	7,608
Bad Debt	4,950	4,950	-
Depreciation	13,612	13,612	19,381
	<u>220,702</u>	<u>220,702</u>	<u>216,184</u>

2019 totals all arise from the activity - Operation of Youth Zone.

During the year ended 31 March 2020, the charity incurred the following Governance costs:

	2020 £	2019 £
Auditor Remuneration	6,600	6,840
Auditor's non audit costs	60	768
	<u>6,660</u>	<u>7,608</u>

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

8. ANALYSIS OF EXPENDITURE BY EXPENDITURE TYPE

	Staff costs 2020 £	Depreciation 2020 £	Other costs 2020 £	Total 2020 £
Expenditure on raising voluntary income	77,197	-	11,518	88,715
Costs of raising funds	77,197	-	11,518	88,715
Operation of Youth Zone	944,180	13,612	470,736	1,428,528
	<u>1,021,377</u>	<u>13,612</u>	<u>482,254</u>	<u>1,517,243</u>

	Staff costs 2019 £	Depreciation 2019 £	Other costs 2019 £	Total 2019 £
Expenditure on raising voluntary income	72,955	-	65,579	138,534
Costs of raising funds	72,955	-	65,579	138,534
Operation of Youth Zone	878,358	19,381	470,852	1,368,591
	<u>951,313</u>	<u>19,381</u>	<u>536,431</u>	<u>1,507,125</u>

9. ANALYSIS OF EXPENDITURE BY ACTIVITIES

	Activities undertaken directly 2020 £	Support costs 2020 £	Total 2020 £
Operation of Youth Zone	<u>1,207,826</u>	<u>220,702</u>	<u>1,428,528</u>
Total 2019	<u>1,225,360</u>	<u>216,184</u>	<u>1,441,544</u>

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

10. NET INCOME/(EXPENDITURE)

This is stated after charging:

	2020	2019
	£	£
Depreciation of tangible fixed assets:		
- owned by the charity	13,612	19,381
Auditor's remuneration - audit	6,600	6,840
Auditor's remuneration - other services	<u>60</u>	<u>768</u>

During the year, no Trustees received any remuneration (2019 - £NIL).

During the year, no Trustees received any benefits in kind (2019 - £NIL).

During the year, no Trustees received any reimbursement of expenses (2019 - £NIL).

11. STAFF COSTS

Staff costs were as follows:

	2020	2019
	£	£
Wages and salaries	917,967	866,453
Social security costs	66,522	63,314
Other pension costs	36,888	21,546
	<u>1,021,377</u>	<u>951,313</u>

The average number of persons employed by the charity during the year was as follows:

	2020	2019
	No.	No.
Fundraising	2	2
Charitable Services	<u>50</u>	<u>53</u>
	<u>52</u>	<u>55</u>

Average headcount expressed as a full time equivalent:

	2020	2019
	No.	No.
Charitable services	32	37

One employee received remuneration amounting to between £60,000 and £65,000 (2019: One).

During the year, key management personnel received remuneration of £188,727 (2019: £207,922). Key management personnel are considered to be the Chief Executive, Head of Development, Head of Business and a Head of Youth Work.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

12. TAXATION

Factors affecting tax charge for the year

The charity's activities are potentially exempt from taxation under part 11 of the Corporation Tax Act 2010. No tax charge has arisen in the year.

There were no factors that may affect future tax charges.

13. TANGIBLE FIXED ASSETS

	Fixtures, fittings & equipment £
Cost	
At 1st April 2019	114,393
Additions	14,248
At 31st March 2020	<u>128,641</u>
Depreciation	
At 1st April 2019	89,156
Charge for this year	13,612
At 31st March 2020	<u>102,768</u>
Net Book Value	
At 31st March 2020	<u>25,873</u>
<i>At 31st March 2019</i>	<u>25,235</u>

14. STOCKS

	2020 £	2019 £
Finished goods and goods for resale	<u>1,851</u>	<u>2,340</u>

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

15. DEBTORS

	2020 £	2019 £
Trade debtors	127,240	125,624
Prepayments and accrued income	17,939	40,857
Provision for doubtful debts	(8,701)	-
	<u>136,478</u>	<u>166,478</u>

16. CREDITORS: Amounts falling due within one year

	2020 £	2019 £
Trade creditors	19,408	27,268
Other taxation and social security	17,066	16,490
Accruals and deferred income	31,324	21,338
	<u>67,798</u>	<u>65,096</u>

	£
Deferred income	
Deferred income at 1 April 2019	-
Resources deferred during the year	18,244
Amounts released from previous years	-
Deferred income at 31 March 2020	<u>18,244</u>

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

17. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

Project	Balance 1 April 2019	Income	Expenditure	Transfer	Balance 31 March 2020
	£	£	£	£	£
Fabric	16,459	-	12,828		3,631
The William Wates Memorial Trust – Bike to the Future	7,920	9,000	13,274		3,646
The Rank Foundation – Junior Choices	11,043	-	11,043		-
The Oglesby Charitable Trust – Outdoor Challenge	9,728	24,594	14,648		19,678
Sport England – Groundwork MSSTT – #ManchesterYouthCan	(1)	12,014	12,012		1
Manchester City Council – The Big Lottery - Young Manchester – Youth and Play North Manchester	6,758	149,900	156,658		-
Eric Wright – Learn to Lead	10,614	25,000	24,865	4	10,753
Big Lottery Fund – Smart Futures	11,348	104,222	115,569		-
The Zochonis Charitable Trust – Bike to the Future	15,841	30,000	26,499		19,342
BBC Children in Need – Junior Choices	-	7,618	7,618		-
Goethe Institute	-	5,000	-		5,000
Manchester City Council – Community Safety Partnership – Junior Choices	-	10,000	10,001	1	-
Manchester City Council – Community Safety Partnership – Radequal	-	10,000	10,000		-
The Rank Foundation – Place Based Activities	-	35,000	1,850		33,150
The Children's' Society – Safe Zones	-	20,488	24,990		(4,502)
The Oglesby Charitable Trust – CEIAG	-	31,148	18,392		12,756
The Rank Foundation – Aspire Programme	-	13,243	11,574		1,669
Manchester City Council – Community Safety Partnership – Young Manchester – Keeping Children and Young People Safe	-	24,500	24,500		-
Home Office – Junior Choices	-	30,000	30,000		-
Guinness Partnership – Fusion 21 – Learning Kitchen	-	49,000	-		49,000
CarFinance 247 - Halloween	-	5,000	5,000		-
Various funds under £5,000 in the year (itemised below)	2,109	15,753	16,550	63	1,374
	91,819	611,484	547,871	68	155,500
Unrestricted funds					
General Funds	490,867	773,850	969,372	(68)	291,519
Total of funds	582,686	1,385,334	1,521,001	-	447,019

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

17. STATEMENT OF FUNDS (CONTINUED)

STATEMENT OF FUNDS - PRIOR YEAR

Project	Balance 1 April 2018	Income	Expenditure	Transfer	Balance 31 March 2019
	£	£	£	£	£
Accenture – OnSide - Get a Job	-	10,410	10,410	-	-
Big Lottery Fund - Greater Manchester Centre for Voluntary Organisation - Talent Match	32,735	-	32,773	38	-
Big Lottery Fund - Smart Futures	8,693	127,409	124,754	-	11,348
Department for Education - OnSide - Holiday Provision	-	20,275	20,275	-	-
England Footballers Foundation - OnSide - E3	-	8,806	8,816	10	-
Eric Wright - Learn to Lead	-	25,000	14,386	-	10,614
Fabric	-	25,000	8,541	-	16,459
Home Office – Greater Manchester Youth Network – Building a Stronger Britain Together	-	7,670	7,677	7	-
Manchester City Council – Community Safety Partnership – Radequal	-	10,000	10,015	15	-
Manchester City Council – Community Safety Partnership - Junior Choices	-	7,500	7,497	-3	-
Manchester City Council - Early Help - Junior Choices	-	8,000	8,000	-	-
Manchester City Council – The Big Lottery - Young Manchester – Youth and Play North Manchester	-	149,900	143,142	-	6,758
Nesta - OnSide - Able to Manage	-	9,528	9,528	-	-
Sport England - Factory Tennis	5,545	-	5,545	-	-
Sport England - Groundwork MSSTT - #ManchesterYouthCan	-	9,611	9,612	-	(1)
The Challenge Network – National Citizen Service	-	30,347	30,347	-	-
The Oglesby Charitable Trust - Health and Wellbeing	17,831	-	17,835	4	-
The Oglesby Charitable Trust - Outdoor Challenge	455	35,660	26,387	-	9,728
The Rank Foundation - Junior Choices	15,882	20,000	24,839	-	11,043
The William Wates Memorial Trust - Bike to the Future	5,349	9,000	6,429	-	7,920
The Zochonis Charitable Trust - Bike to the Future	18,530	25,000	27,689	-	15,841
UKFast - Holiday Hunger	-	10,208	10,208	-	-
Various funds under £5,000 in the year (itemised below)	6,139	18,141	22,313	141	2,108
	<u>111,159</u>	<u>567,465</u>	<u>587,018</u>	<u>212</u>	<u>91,818</u>
Unrestricted funds					
General Funds	<u>376,847</u>	<u>1,034,339</u>	<u>920,107</u>	<u>(212)</u>	<u>490,867</u>
Total of funds	<u>488,006</u>	<u>1,601,804</u>	<u>1,507,125</u>	<u>-</u>	<u>582,685</u>

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

Bike to the Future – The Zochonis Charitable Trust - The William Wates Memorial Trust
By offering training for young people and volunteers in basic bike mechanics, the project encourages the employment and health benefits of cycling and provides the community with a facility for repairs.

Junior Choices – BBC Children in Need - Manchester City Council (Early Help and Community Safety Partnership) – The Rank Foundation – Home Office
Preventing young people from becoming involved in serious and organised crime. Young people are specifically selected/referred based on risk factors.

Outdoor Challenge - The Oglesby Charitable Trust
To provide young people with residential opportunities. The experience allows young people to work on self-confidence, wellbeing and future aspirations.

#ManchesterYouthCan – Sport England - Groundwork MSSTT
A social action project that allows 11 to 14-year olds to make a positive change in the community

Youth and Play North Manchester – Manchester City Council – The Big Lottery - Young Manchester
Delivery of high-quality Youth and Play provision across North Manchester.

Learn to Lead – Eric Wright
12-week leadership and volunteering programme for 14 – 19 years old young people.

Smart Futures – Big Lottery Fund
Partnership employability project to create new work experience opportunities and personalised preparation for the Manchester jobs market. The project includes a new network of employers, flexible work experience encounters, mentoring and coaching for young people based in North Manchester.

Goethe Institute
Series of workshops and events to explore German Culture.

Radequal – Manchester City Council – Community Safety Partnership
Project aims to equip staff members from North Manchester with necessary knowledge and tools to embed issues of prejudice, hate and extremism into core delivery and strengthen and enrich conversations with young people and wider members of the community.

Place Based Activities – The Rank Foundation and Young Manchester
A program of activities delivered by local organisations representing diverse communities sharing a strength-based approach and common vision for North Manchester. Aim is to raise aspirations and offer (13+) young people opportunity for development and social action engagement.

Safe Zone – The Children's Society
The Safe Zone provides a safe and young people friendly environment to receive support, advice, assessment and intervention. The Safe Zone operates a mental health 'Stepped Care' system delivering and monitoring support, so that the most effective yet least resource intensive intervention is delivered first, whilst enabling 'stepping –up' to intensive/ specialist services as required. This fund is in deficit because funding is provided after the expenditure has been incurred.

Careers Education, Information, Advice and Guidance (CEIAG) – The Oglesby Charitable Trust
Project provides young people with access to quality jobs, careers advice and career progression. Closing the gap where young people in the poorest neighbourhoods have become isolated from the city's growing prosperity.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

Aspire Programme – The Rank Foundation

Programme is about providing quality work-based opportunities for young people as leaders of change in their community.

Keeping Children and Young People Safe – Manchester City Council – Community Safety Partnership – Young Manchester

North Manchester Partnership approach to keeping young people, children and families safe. Project includes detached provision, 1:1 mentoring and preventative work.

Included in the various funds of under £5k (as well as those mentioned in conjunction above)

Building a Stronger Britain Together – Home Office – Greater Manchester Youth Network

Peer Mentoring programme developing young leaders as 'Community Reporters', creating social media content on issues affecting their lives and communities.

Community Challenge – UK Youth

Delivery of 5 youth-led community projects.

Holiday Hunger – Guinness Partnership

Delivery of holiday club for children affected by Holiday Hunger.

Big Bike Revival – UK Cycling

Funding to support cycling events.

Snow Camp – OnSide

Funding to support skiing trips.

STEM – Arcon Housing Association

Funding to support delivery of STEM project.

Learning Kitchen – Guinness Partnership and Fusion 21

Funding for building a brand-new learning kitchen in the Café area.

Alcohol Awareness – Greater Manchester High Sheriff's Police Trust

Project aims to raise alcohol awareness. Includes staff and volunteers training and series of workshops/events.

Family Key Worker – Charles Hayward Foundation

Project aim is to extend Youth Zone's preventative work to a wider family. Key worker will build relationships with local families and will offer support.

Enterprise – The Rank Foundation and Young Manchester

Funding for Coffee Tricycle that will be a resource for North Manchester Network. Young people will have an opportunity to learn new skills and fundraise for local organisations.

Halloween Party – Car Finance 247

Funding for delivery of Halloween celebration to Junior and Senior members.

TRANSFERS

During the year the charity has undertaken a review of its restricted fund balances and has made transfers from unrestricted reserves to restricted funds to reflect the position carried forward.

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS
ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	25,873	-	25,873
Current assets	337,202	155,500	492,702
Creditors due within 1 year	(67,798)	-	(67,798)
	<u>295,277</u>	<u>155,500</u>	<u>450,777</u>

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £
Tangible fixed assets	25,235	-	25,235
Current assets	530,728	91,818	622,546
Creditors due within one year	(65,096)	-	(65,096)
	<u>490,867</u>	<u>91,818</u>	<u>582,685</u>

19. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020 £	2019 £
Net (expenditure)/income for the year (as per Statement of Financial Activities)	(131,908)	94,679
Adjustment for:		
Depreciation charges	13,612	19,381
Decrease / (Increase) in stocks	489	(403)
Decrease in debtors	30,000	(23,468)
Increase / (Decrease) in creditors	2,702	(46,754)
Interest Income	(119)	-
Net cash (used) / generated by operating activities	<u>(85,225)</u>	<u>43,435</u>

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

20. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2020 £	2019 £
Cash in hand	<u>354,374</u>	<u>453,728</u>
Total	<u><u>354,374</u></u>	<u><u>453,728</u></u>

21. PENSION COMMITMENTS

The charity operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost charge represents contributions payable by the charity to the fund and amounted to £36,888 (2019: £21,546). As at 31 March 2019, £nil was outstanding in respect of contributions (2019: £3,029).

22. OPERATING LEASE COMMITMENTS

At 31 March 2020 the total of the Charity's future minimum lease payments under non-cancellable operating leases was:

	2020 £	2019 £
Amounts payable:		
Within 1 year	9,119	6,940
Between 1 and 2 years	9,119	6,811
Between 2 and 5 years	<u>7,852</u>	<u>7,736</u>
Total	<u><u>26,091</u></u>	<u><u>21,487</u></u>

THE MANCHESTER YOUTH ZONE LIMITED

(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

23. RELATED PARTY TRANSACTIONS

No trustee received any remuneration during the year.

Bruntwood is considered to be a related party of the charity as Katherine Vokes holds a directorship of the company and is also a trustee of the charity during the year as she has since resigned. As at 31 March 2020, due to Bruntwood was £7,767 for Gas and Electricity (2019: £111). During the year, Bruntwood charity donated £35,500 (2019: £50,000).

During the year, the Oglesby Charitable Trust, provided funding to the value of £55,746 (2019: £35,660) for an outdoor activities project and a Careers post. The Oglesby Charitable Trust is a related party of the charity as Katherine Vokes holds a trusteeship with both charities. As at 31 March 2020, no amount was due from the Oglesby Charitable Trust.

MoneyPlus, a company in which Chris Davis is a director, provided donations of £72,000 (2019: £72,000) to the charity during the year. In addition to a further £3,800 towards event attendance and sponsorship. Chris Davis is a trustee of the charity. £2,500 was due from MoneyPlus as at 31 March 2020 (2019: £nil).

Clear Marketing Limited, a company in which Jim Smith is a director, provided donations and sponsorship to the value of £10,000 (2019: £15,000) to the charity during the year. In addition, a further £3,500 was given towards event attendance and sponsorship. Jim Smith is a trustee of the charity. £5,000 was due as at 31 March 2020 (2019: £nil) from Clear Marketing Limited. The charity received marketing services from Clear Marketing Limited free of charge during the year. It is not possible to provide an estimate of the value of services provided therefore no donation in kind and matching expense has been recognised in the financial statement.