

COMPANY REGISTRATION NUMBER SC150305

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
31 MARCH 2007**

Charity Number SCO22842



ALEXANDER MARSHALL
Chartered Accountants & Registered Auditors
84 Hamilton Road
Motherwell
ML1 3BY

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2007

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**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

Registered charity name	Motherwell Youth Enterprise Centre
Charity number	sco22842
Company registration number	sc150305
Registered office	Unit 4 58/60 Albert Street Motherwell Lanarkshire ML1 1PR
Trustees	J Fairlie L Jarvie H Curran P Waddell L Bell (Appointed 2 April 2006)
Secretary	J Fairlie
Auditor	Alexander Marshall Chartered Accountants & Registered Auditors 84 Hamilton Road Motherwell ML1 3BY
Bankers	Bank of Scotland 32 Brandon Parade South Motherwell ML1 1YE

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

DIRECTORS ANNUAL REPORT

YEAR ENDED 31 MARCH 2007

The trustees present their report and the financial statements of the charity for the year ended 31 March 2007

REFERENCE AND ADMINISTRATIVE DETAILS

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements

The trustees

The trustees who served the charity during the period were as follows

J Fairlie

L Jarvie

H Curran

P Waddell

L Bell

(Appointed 2 April 2006)

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 7 April 1994 and registered as a charity. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up each of the members is required to contribute an amount not exceeding £1.

Appointment of Trustees

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as directors or members of the Board of Directors. There is a minimum requirement to have one director but no maximum limit. At each annual general meeting a number, equivalent to one third of the total number of directors in office, are required to retire from office. The directors retiring at each annual general meeting are entitled to offer themselves for re-election. The directors to retire at each general meeting are those who have been in office for the longest period since they were last appointed.

Trustee Induction and Training

New trustees are guided through the charity's facilities, are shown examples of the end products and are encouraged to shadow at the charity's activities to familiarise themselves with the practical works carried out.

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

DIRECTORS ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2007

Organisational Structure

The company has a board of directors which meets at least 6 times per year and are responsible for reviewing the financial stability of the charity and its strategic position and policy. The board is made up of representatives from the various public and private organisations in the areas and groups it serves. In addition to the external board members there are two full time employees of the charity who are responsible for the day to day management and administration of the charity who are also members of the board. At present there is a total of 6 board members.

As mentioned above the day to day responsibility for the provision of the charity's activities rests with Peter Waddell and the control of the finances and administration rest with Laura Jarvie. Peter Waddell is responsible for ensuring that the charity delivers the services specified, that the key performance indicators are met and the individual supervision of the staff team. Laura Jarvie is responsible for ensuring that the charity's finances are properly recorded and controlled.

Related Parties

The charity does not have any formal relationships with any other charitable, commercial or other organisation but does provide services to local authorities and education authorities from which some of its board members are derived.

Risk Management

The senior centre staff are tasked with identifying the major risks to which the charity is exposed and to report to the trustees at their meetings the risks identified and systems or procedures established or to be established to mitigate the risks the charity faces.

OBJECTIVES AND ACTIVITIES

The main objectives and activities for the year continued to focus on the training and provision of work experience and mentoring opportunities for young people in the areas of film, media and related activities.

The strategies employed to assist the charity to meet these objectives included the following:

- To offer accredited and non accredited training to help young people, assisting them to progress to further education or help secure employment or self employment.

- The provision of media and multi media training, work experience and mentoring opportunities to local education authorities and voluntary organisations.

- The production of DVDs for public and charitable organisations to promote public awareness.

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

DIRECTORS ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2007

ACHIEVEMENTS AND PERFORMANCE

During 2006/2007 the charity successfully achieved it's objectives in terms of policy and missions. Achievements during the year include maintaining financial stability independent of grant income, company growth and an increase in the number of target beneficiaries using the portfolio of services on offer.

Actual income levels were slightly down on budget due to the relocation of the business to new premises in March 2007. The relocation process required preparation and planning which utilised resources that would normally have been focused on project delivery. In spite of this the charity maintained financial stability and completed the year with a small surplus on unrestricted funds. Although income levels were slightly down on previous years, beneficiary levels and satisfaction levels remained constant with feedback from funders and project participants remaining very positive.

The year witnessed the charity maintaining financial sustainability operating at a small deficit on unrestricted funds independent of grant income and wholly funded by project delivery. Fps media continued to develop its client base working with more minority groups and adding several new clients to its customer base. Introduction in the provision of services to Glasgow City Council in addition to established clients North Lanarkshire and South Lanarkshire Councils also added to the portfolio of clients.

The charity has successfully achieved it's mission of raising skills and helping to address employability issues by encouraging participation in media based learning/training and also by providing 'affordable' production services to charity and voluntary organisations. Significant achievements during the year included:

- Helping bridge the skills gap for individuals with theory based qualifications by providing 'hands on' experience thereby removing barriers to employment.

- Offering a range of bespoke training/learning opportunities to disadvantaged and minority groups.

- Delivery of a range of innovative educational programmes encouraging achievement and inclusion and providing opportunities to young people with low educational participation and qualification levels.

- Working with young people to produce peer educational DVDs highlighting important issues such as anti social behaviour, drug and alcohol abuse, bullying, healthy eating and healthy lifestyles, intergenerational issues,

- Production of promotional DVD's for charitable/voluntary organisations helping to raise awareness and help them secure future funding.

- Development and delivery of 'Arts Across the Curriculum' programme in schools to increase achievement and attainment levels in English and Science.

- Working with young people to produce 'Transitional' tools to help with the transition process from nursery to primary school and primary to secondary school.

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

DIRECTORS ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2007

FINANCIAL REVIEW

The major development during 2006/2007 was the relocation of the company to new premises in March 2007. New premises were identified in December 2006 with the physical move taking place in early March 2007. During the period from January to March 2007 resources were expended preparing for and executing the move. Subsequently there was some 'down time' as the company settled into the new premises. The company now occupies a single story unit under an 8 year lease with a mutual break clause after 4 years.

Following the move to new premises, a full review of fixed assets was undertaken. All obsolete and scrapped assets have been removed from the Charity's balance sheet. Some assets which were still in good working order but of no use to the Charity were donated to local charities.

Due to the planning, preparation and ultimate relocation of the business to new premises in March 2007, income levels for the year were reduced and some additional costs were incurred. In spite of this and the detailed review of fixed assets the results for the year show a small surplus on unrestricted funds which the board considers to be satisfactory.

INVESTMENT POLICY

The charity does not have funds earmarked for long term investment. As all funds are likely to be required in the medium term, the board has decided that any surplus funds should be deposited in interest bearing bank accounts.

RESERVE POLICY

The company's reserves are maintained at a level deemed sufficient by the directors to allow continual investment towards the company's charitable objectives. The company is limited by guarantee and has no shareholders, therefore no dividends are payable.

REVIEW OF ACTIVITIES AND EVENTS:

Continued successful implementation of the innovative 'Arts Across the Curriculum' programme to increase achievement and attainment levels in English, Science and Mathematics through the use of media. Delivered to 3 schools this project benefited over 200 young people over a 3 year period. Feedback from the programme, funded by the Scottish Executive, and monitored by Strathclyde University has been extremely positive with a rigorous monitoring report due for publication in January 2008.

The 6 month long Artsnet project utilising drama, music, dance, visual arts and media benefited over 100 young people, some of which came from rural communities and some with additional support needs. The show 'Local Heroes' was performed over 3 nights to over 300 members of the community.

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

DIRECTORS ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2007

The 'Hungry for Success' programme in collaboration with North Lanarkshire Council continued to develop and produce media based tools to encourage healthy eating/healthy lifestyles among young people. The programme involved

Production of 3 promotional showreels highlighting the healthy activities taking place in schools across North Lanarkshire

Four short educational dramas produced in collaboration with 4 primary schools. Films were scripted, filmed and directed by the young people themselves

A series of factual adverts to promote the uptake of Free School Meals/Clothing grant and the Educational Maintenance Allowance.

All of the above are utilised as peer educational tools and screened regularly in 76 nurseries, 127 primary schools, 25 secondary schools and 11 special schools

The Rural Screen School initiative continued to offer those in rural communities some of the opportunities afforded to city based schools

The Summer Screen School programme offered opportunities to young people during the summer period. A total of 5 week long film schools were held involving 65 young people between the ages of 13 to 18 years. The programme concluded with a high profile premiere at The Vue Cinema, Hamilton

The company continued to work closely and develop partnerships working with various complimentary organisations such as Integrated Children's Services, Social Inclusion Partnership, Community Education Partnership, Home School Partnership, Social Work and YMCA

Production of 'Careerworld' in collaboration with Careers Scotland and Social Inclusion Partnership. This DVD was designed to increase awareness of training and learning opportunities and increase career aspirations of young people residing in disadvantaged areas

A number of DVDs were produced for charitable/voluntary organisations to help raise awareness. These projects also involved the training of group members to empower them to become actively involved in the production process

Continued provision of work experience, mentoring and networking opportunities for young people interested in pursuing a career in the media field

Three films produced by fps media in collaboration with young people were selected for the Co-operative young film makers Festival at The National Media Museum in Bradford

Funders, teachers, project leaders and project participants have enthused about their experiences with fps media, highlighting many of the benefits in the range of programmes available. Many of the programmes delivered during the year benefited individuals and groups from disadvantaged backgrounds providing exciting and engaging learning opportunities in a safe and controlled environment

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

DIRECTORS ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2007

PLANS FOR FUTURE PERIODS

The charity looks forward to the year ahead and the further impact the organisation can make in encouraging training and learning opportunities. Exciting developments include

Increasing the number of beneficiaries involved in training and learning opportunities by allocating an annual budget of £25,000 for the delivery of 'Charitable Activities'. This will fund the provision of free or subsidised training or educational opportunities to groups or individuals who would not otherwise have the financial resources to participate in such activities

Major capital investment particularly with the advent of High Definition technology. Over the next year investment will be made in camera equipment and also updating edit suite capabilities to High Definition. General upgrading of equipment will also take place including stereo sound equipment, lighting, on location editing, PA system and projection facilities

Development of the range of accredited training programmes in the coming year. Consultation with Scottish Qualification Authority has commenced regarding Vocational Qualifications designed particularly at school aged children

Diversifying the range of training opportunities offered by developing further courses/training programmes in the area of web design, animation and media theory

The launch of the 2 year 'Moving Image Education' programme in collaboration with Scottish Screen and South Lanarkshire Council. This involves the study and analysis of film and animation to improve and enhance core skills such as literacy, numeracy and critical thinking. The programme will provide continuing professional development (CPD) for teachers and also a training opportunity for fps media personnel as they shadow and assist Scottish Screen Lead Practitioners

Introduction of Screen School mentoring programme whereby school leavers can undertake tutoring opportunities alongside fps media personnel. This provides invaluable skills and experience which may later assist them secure employment or a place in FE

A pool of professional filmmaking equipment will be made available to young people who have participated in fps media training. The equipment will be offered free of charge and aimed at encouraging filmmaking activity among young people especially those from disadvantaged backgrounds who could not otherwise afford to purchase or hire equipment

Registration with the Volunteer Centre Network Scotland to increase the number of voluntary opportunities offered by the organisation and assist individuals acquire experience and new skills which may provide a launch pad to employment

A revamp of the corporate look of the company to coincide with the move to new premises and to give the company a more vibrant image. The launch of the new image will be accompanied by a number of open days and free workshops held for individuals and organisations. New stationery will be produced together with promotional 'give aways' and an overhaul of the web site

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

DIRECTORS ANNUAL REPORT *(continued)*

YEAR ENDED 31 MARCH 2007

RESPONSIBILITIES OF THE TRUSTEES

The trustees are responsible for preparing the Directors Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period.

In preparing these financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation

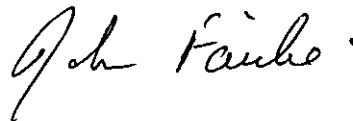
The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with Companies Act 1985 The trustees are also responsible for safeguarding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

In so far as the trustees are aware

- there is no relevant audit information of which the charity's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information

Registered office
Unit 4
58/60 Albert Street
Motherwell
Lanarkshire
ML1 1PR

Signed by order of the trustees



J FAIRLIE
Company Secretary

19 September 2007

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
MOTHERWELL YOUTH ENTERPRISE CENTRE**

YEAR ENDED 31 MARCH 2007

We have audited the financial statements of Motherwell Youth Enterprise Centre for the year ended 31 March 2007 on pages 11 to 19 which have been prepared under the historical cost convention and the accounting policies set out on pages 13 to 15

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE TRUSTEES AND AUDITORS

The responsibilities of the trustees for preparing the Directors Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Responsibilities of the Trustees on pages 7 to 8.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985, and whether the information given in the Directors Annual Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding remuneration of the trustees and other transactions is not disclosed.

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

BASIS OF AUDIT OPINION

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

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

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
MOTHERWELL YOUTH ENTERPRISE CENTRE *(continued)***

YEAR ENDED 31 MARCH 2007

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard Provisions Available for Small Entities, in the circumstances set out below

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements

OPINION

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charitable company's affairs as at 31 March 2007 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors Annual Report is consistent with the financial statements



ALEXANDER MARSHALL
Chartered Accountants
& Registered Auditors

84 Hamilton Road
Motherwell
ML1 3BY

20 September 2007

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE
INCOME AND EXPENDITURE ACCOUNT)**

YEAR ENDED 31 MARCH 2007

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2007 £	Total Funds 2006 £
INCOMING RESOURCES					
Incoming resources from generating funds					
Voluntary income	2	–	–	–	11,000
Investment income	3	8,964	–	8,964	4,047
Incoming resources from charitable activities	4	215,395	–	215,395	242,372
Other incoming resources	5	2,384	–	2,384	2,536
TOTAL INCOMING RESOURCES		<u>226,743</u>	<u>–</u>	<u>226,743</u>	<u>259,955</u>
RESOURCES EXPENDED					
Charitable activities	6/7	(182,097)	(4,000)	(186,097)	(186,038)
Governance costs	8	(41,564)	–	(41,564)	(36,774)
TOTAL RESOURCES EXPENDED		<u>(223,661)</u>	<u>(4,000)</u>	<u>(227,661)</u>	<u>(222,812)</u>
NET (OUTGOING)/INCOMING RESOURCES FOR THE YEAR/NET (EXPENDITURE)/INCOME FOR THE YEAR					
	9	3,082	(4,000)	(918)	37,143
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>308,649</u>	<u>4,000</u>	<u>312,649</u>	<u>275,506</u>
TOTAL FUNDS CARRIED FORWARD		<u>311,731</u>	<u>–</u>	<u>311,731</u>	<u>312,649</u>

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared

All of the above amounts relate to continuing activities

The notes on pages 13 to 19 form part of these financial statements

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

BALANCE SHEET

31 MARCH 2007

	Note	2007 £	2006 £
FIXED ASSETS			
Tangible assets	13	18,023	29,684
CURRENT ASSETS			
Debtors	14	27,407	71,319
Cash at bank and in hand		296,427	253,541
		<u>323,834</u>	<u>324,860</u>
CREDITORS: Amounts falling due within one year	15	<u>(30,126)</u>	<u>(41,895)</u>
NET CURRENT ASSETS		293,708	282,965
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>311,731</u>	<u>312,649</u>
NET ASSETS		<u>311,731</u>	<u>312,649</u>
FUNDS			
Restricted income funds	17	—	4,000
Unrestricted income funds	18	311,731	308,649
TOTAL FUNDS		<u>311,731</u>	<u>312,649</u>

These financial statements were approved by the members of the committee on the 19 September 2007 and are signed on their behalf by

H Curran
Director



The notes on pages 13 to 19 form part of these financial statements

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2007

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and the Companies Act 1985

Cash flow statement

The trustees have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the charity is small

Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income

Voluntary income is received by way of donations, grants and gifts and is included in full in the statement of financial activities when these are receivable except as follows

When donors specify that donations and grants given to the charity must be used in future accounting periods, the income is deferred until those periods

When donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred and not included in incoming resources until the pre conditions for use have been met

Investment income is included when receivable

Incoming resources from charitable trading activity are accounted for when earned

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2007

1. ACCOUNTING POLICIES *(continued)*

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the sale of computers and peripherals.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis e.g. Floor area, per capita or estimated usage.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Where unrestricted funds have been earmarked for a particular project they have been classified as designated with the fund title being the project for which the fund is intended.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor.

Netting off of income and expenditure

Incoming resources have been recorded in the financial statements at their gross amounts, without the deduction of any expenditure.

Fixed assets

All fixed assets are initially recorded at cost.

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2007

Depreciation

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

Computer and video equipment	25% pa straight line
Fixtures and fittings	20% pa reducing balance

Operating lease agreements

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease

Pension costs

The charity operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions payable are charged to the statement of financial activities.

2. VOLUNTARY INCOME

	Total Funds 2007 £	Total Funds 2006 £
Grants receivable		
First Light income	—	<u>11,000</u>

3. INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2007 £	Total Funds 2006 £
Bank interest receivable	<u>8,964</u>	<u>8,964</u>	<u>4,047</u>

4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £	Total Funds 2007 £	Total Funds 2006 £
Training and film Schools	162,250	162,250	175,725
Video production	<u>53,145</u>	<u>53,145</u>	<u>66,647</u>
	<u>215,395</u>	<u>215,395</u>	<u>242,372</u>

5. OTHER INCOMING RESOURCES

	Unrestricted Funds £	Total Funds 2007 £	Total Funds 2006 £
Electricity recharge	<u>2,384</u>	<u>2,384</u>	<u>2,536</u>

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2007

6. COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds £	Restricted Funds £	Total Funds 2007 £	Total Funds 2006 £
Training & Film schools	100,675	–	100,675	96,224
Video Production	34,318	–	34,318	39,655
Support costs	47,104	4,000	51,104	50,159
	<u>182,097</u>	<u>4,000</u>	<u>186,097</u>	<u>186,038</u>

7. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Activities undertaken directly £	Support costs £	Total Funds 2007 £	Total Funds 2006 £
Training & Film schools	100,675	37,566	138,241	133,057
Video Production	34,318	13,538	47,856	52,981
	<u>134,993</u>	<u>51,104</u>	<u>186,097</u>	<u>186,038</u>

8. GOVERNANCE COSTS

	Unrestricted Funds £	Total Funds 2007 £	Total Funds 2006 £
Salaries and wages	29,179	29,179	28,326
Premises costs	2,686	2,686	3,571
Audit fees	1,650	1,650	1,590
Legal fees	1,700	1,700	–
Depreciation	2,623	2,623	1,834
Pension costs	989	989	821
Bank charges and disclosures	316	316	632
Other office costs	1,112	1,112	–
Conference, training and subscription	430	430	–
Relocation costs	879	879	–
	<u>41,564</u>	<u>41,564</u>	<u>36,774</u>

9. NET (OUTGOING)/INCOMING RESOURCES FOR THE YEAR

This is stated after charging

	2007 £	2006 £
Staff pension contributions	3,414	3,002
Depreciation	20,374	18,338
Auditors' remuneration audit of the financial statements	1,650	1,590
Operating lease costs Land and buildings	<u>19,936</u>	<u>18,608</u>

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2007

10. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

	2007	2006
	£	£
Wages and salaries	74,512	73,143
Social security costs	6,247	4,547
Other pension costs	3,414	3,002
	<u>84,173</u>	<u>80,692</u>

Particulars of employees:

The average number of employees during the year, calculated on the basis of full time equivalents, was as follows

	2007	2006
	No	No
Number of training staff	3	3
Number of administrative staff	2	2
	<u>5</u>	<u>5</u>

No employee received emoluments of more than £60,000 during the year (2006 Nil)

11. TRUSTEES' REMUNERATION

The directors' aggregate emoluments in respect of qualifying services were

	2007	2006
	£	£
Directors' emoluments	79,136	70,697

Two directors, P Waddell and L Jarvie received remuneration of £79,136 in respect of their employment contracts with the Charity (2006 £70,697)

The above two directors accrued benefits under defined contribution pension schemes (2006 2)

12. TAXATION

The company is non profit making and is recognised as a charity by the Inland Revenue No provision has therefore been made for corporation tax

**MOTHERWELL YOUTH ENTERPRISE CENTRE
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2007

13. TANGIBLE FIXED ASSETS

	Computer Equipment £	Fixtures & Fittings £	Total £
COST			
At 1 April 2006	306,422	18,336	324,758
Additions	8,927	440	9,367
Disposals	(171,994)	(18,336)	(190,330)
At 31 March 2007	<u>143,355</u>	<u>440</u>	<u>143,795</u>
DEPRECIATION			
At 1 April 2006	281,498	13,576	295,074
Charge for the year	12,791	88	12,879
On disposals	(168,604)	(13,577)	(182,181)
At 31 March 2007	<u>125,685</u>	<u>87</u>	<u>125,772</u>
NET BOOK VALUE			
At 31 March 2007	<u>17,670</u>	<u>353</u>	<u>18,023</u>
At 31 March 2006	<u>24,924</u>	<u>4,760</u>	<u>29,684</u>

14. DEBTORS

	2007 £	2006 £
Trade debtors	25,519	68,774
Prepayments	1,888	2,545
	<u>27,407</u>	<u>71,319</u>

15. CREDITORS: Amounts falling due within one year

	2007 £	2006 £
Trade creditors	5,631	4,555
Taxation and social security	16,111	3,541
Deferred income	5,000	31,500
Accruals	3,384	2,299
	<u>30,126</u>	<u>41,895</u>

**MOTHERWELL YOUTH ENTERPRISE CENTRE
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NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2007

16. COMMITMENTS UNDER OPERATING LEASES

At 31 March 2007 the charity had annual commitments under non cancellable operating leases as set out below

	Land and buildings	
	2007	2006
	£	£
Operating leases which expire:		
Within 1 year		14,952
After more than 5 years	13,500	
	<u>13,500</u>	<u>14,952</u>

17. RESTRICTED INCOME FUNDS

	Balance at 1 Apr 2006	Outgoing resources	Balance at 31 Mar 2007
	£	£	£
Lanarkshire Key Fund	<u>4,000</u>	<u>(4,000)</u>	<u>—</u>

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible fixed assets	Net current assets	Total
	£	£	£
Unrestricted Income Funds	<u>18,023</u>	<u>293,708</u>	<u>311,731</u>
Total Funds	<u>18,674</u>	<u>293,708</u>	<u>312,382</u>

19. RELATED PARTY TRANSACTIONS

Two directors, P Waddell and L Jarvie received remuneration totalling £79,136 in respect of their employment contracts with the charity (2006 £70,697)

There were no other related party transactions entered into by the charity during the year

20. COMPANY LIMITED BY GUARANTEE

The company is limited by guarantee and does not have any shareholders The company is under the control of the directors who are listed in the Directors Report