

The Pavillion (Greater Easterhouse)

Report and Financial Statements

for the year ended 31 March 2006

Charity number: SCO28534

Company number: SC192851



The Pavillion (Greater Easterhouse)

Contents

	Page
Trustees' report	1 5
Auditors' report to the members	6
Statement of financial activities	7
Balance sheet	8
Notes to the financial statements	9 17

The Pavillion (Greater Easterhouse)

Trustees' report for the year ended 31 March 2006

The trustees present their report and the financial statements of the charity for the year ended 31 March 2006

Reference and administrative information

Charity name	The Pavillion (Greater Easterhouse)
Charity registration number	SCO28534
Company registration number	SC192851
Principal office and Registered office	47 Aberdalgie Road Easterhouse Glasgow G34 9HX

Trustees

The directors of the charitable company are its trustees for the purpose of charity law and throughout this report are collectively referred to as the trustees

The trustees serving during the year and since the year end were as follows

Margaret Pirrie	
Maureen Loughran	
Patricia Aitken	
James Ross	Resigned 4th July 2005
Ian Pirrie	

Committee Members

Craig Green
Mary Hammill
Tracey Slaven
Lorraine Fraser

Company Secretary

Mary Catherine Mulligan

Auditors	Alexander Sloan, Chartered Accountants 144 West George Street Glasgow G2 2HG
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Bankers	Bank of Scotland	187 Baillieston Road Glasgow G32 0TN
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The Pavillion (Greater Easterhouse)

Trustees' report for the year ended 31 March 2006

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Company is incorporated as a company limited by guarantee without a share capital. The Company is recognised as a Scottish Charity No. SCO28534. The company was established under a Memorandum of Association which sets out the objects and powers of the organisation and is governed under its Articles of Association.

Appointment of Trustees

Any member who has given notice of his/her willingness to accept appointment may be elected as a Director by the Company at an Annual General Meeting. The Directors may at any time appoint any member (providing he/she is willing to act) to be a Director, either to fill a vacancy or as an additional Director.

Risk management

The Directors have assessed the major risks to which the company is exposed, in particular those related to the operations and finances of the company, and are satisfied that systems are in place to mitigate our exposure to the major risks.

OBJECTIVES AND ACTIVITIES

The objects of the Company are to provide, in the interests of social welfare, facilities for recreation and other leisure time occupation to disadvantaged young people resident within Greater Easterhouse with a view to improving their conditions of life and to promote and advance the education and skills of all kinds of the residents within the area.

ACHIEVEMENTS AND PERFORMANCE

The Pavillion is a youth project based in the Greater Easterhouse area. Its main aim is to provide a safe alcohol and drug free environment for young people aged 11-17 years and children aged 8-11 years, who reside within the Greater Easterhouse area, where they can socialise in a learning friendly environment. The Pavillion evolved from a centre in which young people attended on a drop-in basis to a facility that offered a structured programme of events. We provide a wide variety of activities, including a wide range of physical activities and sports, art, music and multi-media projects.

The Pavillion (Greater Easterhouse)

Trustees' report for the year ended 31 March 2006

The Pavillion Youth Cafe aims to

Provide a safe alcohol and drug free environment for children and young people aged 8 17 years who reside in Greater Easterhouse,
Empower young people to take responsibility for service provision and activities,
Increase young people inclusion in their communities,
Provide training, personal development and volunteering opportunities for young people and the community in Greater Easterhouse,
Reduce crime and vandalism in the area by providing positive diversionary activities,
Challenge the practice of territorialism

Over the past year the Pavillion has made significant progress both in the services it provides and as an organisation

Investors in People

The Pavillion attained the Investors in People accreditation demonstrating its commitment to the ongoing development of its staff and volunteers

Buddies Group

An introductory session for children with additional needs was established and the Pavilion is continuing to look at ways of integrating children and young people with additional needs into their services. The Buddies group is a mixed abilities group with twenty children attending on a regular basis, seven of them have additional needs or are affected by disability

The Mini Club

The mini club (8 11 years) is our junior group which was established due to demand from local children and parents. We provide a two hour session, three days per week, providing activities such as sports, games and arts & crafts. This is a popular club with 60 members and an average attendance of 20 children per session. The children who attend our mini club play an important role in our buddies group participating in activities alongside children with additional needs

Pavillion Café

The Pavillion now leases out its main hall, during the day to be used as a café which is available to the local community. The café has been beneficial to the Pavillion and to the community as a whole, providing a meeting place where local people can have a snack or a meal and also access the internet and tutor supported IT training in our learning centre

The café has also helped build better relationships between young people and the rest of the local community and has helped The Pavillion to become more of a focal point for the whole community, rather than just being seen as a place where young people go

The Pavillion (Greater Easterhouse)

Trustees' report for the year ended 31 March 2006

Youth Club

Over the past year membership and attendance at the youth club have increased significantly. We have 15 new members and our attendances have increased to 30 to 40 young people per night. With this increase there has also been more input from the young people in the running of the Pavillion. The project coordinator and youth work team have been working with the young people who attend the Pavillion to see how we can establish a more structured youth committee and how this can be linked to our board of directors so as they can be more involved in the long term planning and major decisions at the Pavillion. This year young people were involved in fundraising & submitting a funding application to Youthbank to fund a visit to Belfast, where they met up with a youth group who face similar issues to them. They have also helped to plan activities for holiday programmes and fundraised and chosen furniture and equipment to convert an old office into a TV room. Whilst we hope to continue with this type of input we are trying to encourage the young people to be more involved at a strategic level.

FINANCIAL REVIEW

The charity reported a deficit for the year of £7,338 for the year and has accumulated reserves of £47,667 at the balance sheet date.

Reserves policy

General Funds

The charity maintains unrestricted funds, which are the free reserves of the charity, at a level to promote sufficient funds to cover management and training costs.

Restricted Funds

Restricted funds representing the balance on grant funding received specifically towards staff and activity costs are carried forward to be spent on these costs in accordance with the funders requirements.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

Company and charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period. In preparing those 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,

state whether applicable accounting standards and statements of recommended practice have been followed subject to any departures disclosed and explained in the financial statements, and

prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Pavillion (Greater Easterhouse)

Trustees' report for the year ended 31 March 2006

The trustees have overall responsibility for ensuring that the charity has appropriate system of controls, financial and otherwise. They are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 1985. They 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 the case of each of the persons who are trustees at the time when the trustees' report is approved

so far as the trustee is aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and

each trustee has taken all the steps that he ought to have taken as a trustee in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

In determining how amounts are presented within items in the statement of financial activities and balance sheet, the trustees have had regard to the substance of the reported transaction or arrangement, in accordance with generally accepted accounting principles or practice.

AUDITORS

A resolution proposing that Alexander Sloan, Chartered Accountants, be reappointed as auditors of the charity will be put to the Annual General Meeting.

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

This report was approved by the trustees on 21 December 2006 and signed on its behalf by



Mary Catherine Mulligan
Secretary

The Pavillion (Greater Easterhouse)

Independent auditors' report to the members of The Pavillion (Greater Easterhouse)

We have audited the financial statements of The Pavillion (Greater Easterhouse) for the year ended 31 March 2006 which comprise the statement of financial activities, the balance sheet and the related notes. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2005).

This report is made solely to the charity'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 charity's Members those matters we are required to state to them in an auditors' 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 charity and the charity'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

As described in the statement of trustees' responsibilities the charity's trustees are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). 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. We also report to you if, in our opinion, the trustees' report is consistent with the financial statements, if 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 trustees' remuneration and transactions with the charitable company is not disclosed.

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

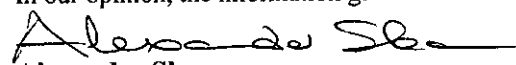
Basis of audit opinion

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 company's circumstances, consistently applied and adequately disclosed.

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

Opinion

In our opinion the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities, of the state of the charitable company's affairs as at 31 March 2006 and of its deficit for the year then ended and have been properly prepared in accordance with the Companies Act 1985. In our opinion, the information given in the trustees' report is consistent with the financial statements.



Alexander Sloan

**Chartered Accountants and
Registered Auditors**

**144 West George Street
Glasgow
G2 2HG**

21 December 2006

The Pavillion (Greater Easterhouse)

**Statement of financial activities
(Incorporating income and expenditure account)**

for the year ended 31 March 2006

	Notes	Unrestricted funds £	Restricted funds £	2006 Total £	2005 Total £
Incoming resources					
Incoming resources from generated funds					
Voluntary income	2	14,190	49,839	64,029	33,514
Activities for generating funds	3	9,851		9,851	7,714
Investment income	4	367		367	1,103
Incoming resources from charitable activities					
	5	1,000	27,066	28,066	26,717
Total incoming resources		<u>25,408</u>	<u>76,905</u>	<u>102,313</u>	<u>69,048</u>
Resources expended					
Costs of generating funds					
Costs of generating voluntary income	6	(12,735)		(12,735)	(11,450)
Fundraising trading costs	7	(5,373)		(5,373)	(2,976)
Charitable activities					
	8	(10,796)	(76,905)	(87,701)	(82,144)
Governance costs					
	9	(3,842)		(3,842)	(1,844)
Total resources expended		<u>(32,746)</u>	<u>(76,905)</u>	<u>(109,651)</u>	<u>(98,414)</u>
Net movement in funds		(7,338)		(7,338)	(29,366)
Reconciliation of funds					
Total funds brought forward		48,502	6,503	55,005	84,371
Total funds carried forward		<u>41,164</u>	<u>6,503</u>	<u>47,667</u>	<u>55,005</u>

The notes on pages 9 to 17 form an integral part of these financial statements

The Pavillion (Greater Easterhouse)

Balance sheet as at 31 March 2006

		2006		2005	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	15		11,135		12,462
Current assets					
Stocks		593		552	
Debtors	16	14,407		8,655	
Cash at bank and in hand		24,062		35,560	
		<u>39,062</u>		<u>44,767</u>	
Creditors: amounts falling due within one year	17	<u>(2,530)</u>		<u>(2,224)</u>	
Net current assets			36,532		42,543
Net assets			<u>47,667</u>		<u>55,005</u>
Funds					
Unrestricted funds	20		41,164		48,502
Restricted funds	21		6,503		6,503
			<u>47,667</u>		<u>55,005</u>

The financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities(effective January 2005)

The financial statements were approved by the Board on 21 December 2006 and signed on its behalf by

Margaret Pirrie

**Margaret Pirrie
Trustee**

M Loughran

**Maureen Loughran
Trustee**

The notes on pages 9 to 17 form an integral part of these financial statements.

The Pavillion (Greater Easterhouse)

Notes to the financial statements for the year ended 31 March 2006

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005). The financial statements have been prepared in accordance with the Statement of Recommended Practice Accounting and Reporting by Charities (SORP 2005) issued in March 2005, applicable UK Accounting Standards and the Companies Act 1985. The principal accounting policies adopted in the preparation of the financial statements are set out below.

1.2. Incoming resources

Voluntary income including donations, gifts and legacies and grants that provide core funding or are of general nature are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when the donor specifies that the grant or donation must only be used in future accounting periods, or when the donor has imposed conditions which must be met before the charity has unconditional entitlement.

Capital grants are credited to fixed assets and are released to the Statement of Financial Activities over the expected useful lives of the relevant assets.

Generated income is included in the year in which it is receivable.

Income from investments is included in the year in which it is receivable.

Income from charitable activities includes income received under contract or where entitlement to grant funding is subject to specific performance conditions is recognised as earned (as the related goods or services are provided). Grant income included in this category provides funding to support performance activities and is recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

1.3. Resources expended

Expenditure is recognised on an accruals basis when 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.

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.

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

Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

The Pavillion (Greater Easterhouse)

Notes to the financial statements for the year ended 31 March 2006

1.4. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows

Land & buildings	2% straight line
Fixtures, fittings and equipment	25% straight line
Computer Equipment	25% straight line

1.5. Stock

Stock is valued at the lower of cost and net realisable value

2. Voluntary income

	2006	2005
	£	£
Donations	1,513	544
Children in Need	20,500	21,233
Communities Scotland	15,485	
Scottish enterprise	850	
Community Fund		9,237
Lloyds TSB	13,854	
Bishopswood Area Forum	11,358	1,500
Youthbank	469	
Agnes MacCallum Bequest		1,000
	<u>64,029</u>	<u>33,514</u>

3. Activities for generating funds

	2006	2005
	£	£
Fundraising	1,058	
Hall lets	2,515	5,047
Tuck shop income	6,278	2,667
	<u>9,851</u>	<u>7,714</u>

The Pavillion (Greater Easterhouse)

Notes to the financial statements for the year ended 31 March 2006

4. Investment income

	2006	2005
	£	£
Interest received	367	1,103
	<u>367</u>	<u>1,103</u>

5. Incoming resources from charitable activities

	2006	2005
	£	£
Fare	2,384	
Glasgow City Council Cultural & Leisure	18,446	21,095
Glasgow City Council Sport Scotland	6,000	5,000
Glasgow City Council Playscheme	1,236	622
	<u>28,066</u>	<u>26,717</u>

6 Costs of generating voluntary income

	2006	2005
	£	£
Wages and salaries	11,840	10,740
Employer's NI contributions	895	710
	<u>12,735</u>	<u>11,450</u>

The Pavillion (Greater Easterhouse)

Notes to the financial statements for the year ended 31 March 2006

7 Fundraising trading costs

	2006	2005
	£	£
Other fundraising trading costs		
Tuck shop expenses	5,373	2,976
	<u>5,373</u>	<u>2,976</u>
Total	<u>5,373</u>	<u>2,976</u>

8 Costs of charitable activities

	2006	2005
	£	£
Staff costs	66,852	60,106
Premises costs	6,534	6,030
Running costs	10,461	11,806
Motor and travel costs	1,067	1,296
Legal and professional fees	401	506
Depreciation	5,819	7,661
Release of grant	(3,433)	(5,261)
	<u>87,701</u>	<u>82,144</u>

9. Governance costs

	2006	2005
	£	£
Legal and professional	2,155	
Audit	1,687	1,844
	<u>3,842</u>	<u>1,844</u>

The Pavillion (Greater Easterhouse)

Notes to the financial statements for the year ended 31 March 2006

10. Net resources expended for the year

	2006	2005
	£	£
Net resources expended is stated after charging		
Depreciation and other amounts written off tangible assets	5,819	7,661
Auditors' remuneration	<u>1,687</u>	<u>1,844</u>

11. Analysis of charitable expenditure by activity

Activity or Programme	Activities undertaken directly	Support costs	Total
	£	£	£
The Pavillion All activities	74,426	13,275	87,701
	<u>74,426</u>	<u>13,275</u>	<u>87,701</u>

12. Analysis of support by charitable activity

Activity or programme	Admin salaries	Premises & running costs	Depreciation	Total
	£	£	£	£
The Pavillion All activities	6,685	771	5,819	13,275
	<u>6,685</u>	<u>771</u>	<u>5,819</u>	<u>13,275</u>

The Pavillion (Greater Easterhouse)

Notes to the financial statements for the year ended 31 March 2006

13. Employees

Number of employees

The average monthly numbers of employees
(including the trustees) during the year were

	2006 Number	2005 Number
Average number of staff Full time	3	3
Average number of staff Part time	5	5
	<u>8</u>	<u>8</u>

Employment costs

	2006 £	2005 £
Wages and salaries	74,002	67,126
Social security costs	5,585	4,430
	<u>79,587</u>	<u>71,556</u>

No employee received emoluments in excess of £60,000

14. Trustees' emoluments

No trustees received remuneration or received reimbursement of expenses in the year

The Pavillion (Greater Easterhouse)

Notes to the financial statements for the year ended 31 March 2006

15. Tangible fixed assets	Land & Buildings			Fixtures, fittings and equipment	Computer Equipment	Total
	£			£	£	£
Cost						
At 1 April 2005	183,146			30,566	4,079	217,791
Additions				1,059		1,059
At 31 March 2006	<u>183,146</u>			<u>31,625</u>	<u>4,079</u>	<u>218,850</u>
Grants Received						
At 1 April 2005	157,923					157,923
Released in year	(3,433)					(3,433)
At 31 March 2006	<u>154,490</u>					<u>154,490</u>
Depreciation						
At 1 April 2005	14,652			28,675	4,079	47,406
Charge for the year	3,663			2,156		5,819
At 31 March 2006	<u>18,315</u>			<u>30,831</u>	<u>4,079</u>	<u>53,225</u>
Net book values						
At 31 March 2006	<u>10,341</u>			<u>794</u>		<u>11,135</u>
At 31 March 2005	<u>10,571</u>			<u>1,891</u>		<u>12,462</u>
16 Debtors				2006	2005	
				£	£	
Trade debtors				5	5,938	
Other debtors				100	1,654	
Prepayments and accrued income				14,302	1,063	
				<u>14,407</u>	<u>8,655</u>	

The Pavillion (Greater Easterhouse)

Notes to the financial statements for the year ended 31 March 2006

17. Creditors: amounts falling due within one year

	2006	2005
	£	£
Accruals and deferred income	2,530	2,224
	<u>2,530</u>	<u>2,224</u>

18. Accruals and deferred income

	2006	2005
	£	£
Capital grants		
At 1 April 2005	157,923	163,184
Released in year	(3,433)	(5,261)
At 31 March 2006	<u>154,490</u>	<u>157,923</u>

19. Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Fund balances at 31 March 2006 as represented by			
Tangible fixed assets	11,135		11,135
Current assets	32,469	13,067	45,536
Current liabilities	(2,440)	(6,564)	(9,004)
	<u>41,164</u>	<u>6,503</u>	<u>47,667</u>

20. Unrestricted funds

	1 Apr '05	Incoming	Outgoing	31 Mar '06
	£	£	£	£
Unrestricted Funds	48,502	25,408	(32,746)	41,164
	<u>48,502</u>	<u>25,408</u>	<u>(32,746)</u>	<u>41,164</u>

Purposes of unrestricted funds

The unrestricted funds represent the free reserves of the charity which may be applied to further the objectives of the charity and for no other reason

The Pavillion (Greater Easterhouse)

Notes to the financial statements for the year ended 31 March 2006

21. Restricted funds	1 Apr '05	Incoming	Outgoing	31 Mar '06
	£	£	£	£
Restricted salary and activity costs fund	6,503	76,905	(76,905)	6,503
	<u>6,503</u>	<u>76,905</u>	<u>(76,905)</u>	<u>6,503</u>

Purposes of restricted funds

Grants received specifically to fund staff and activity costs are recorded through restricted funds

14. Comparative figures

Following the introduction of the Statement of Recommended Practice Accounting and Reporting by Charities (SORP 2005) the allocation of income and expenses to categories within the SOFA has changed. These changes have no effect on the Balance Sheet or the surplus generated in prior years.