

3G's Development Trust

Financial Statements

for the year ended 31st March 2002

**Company Registration Number
3831737**



Taylor's
CHARTERED ACCOUNTANTS

3G's Development Trust

Financial Statements for the year ended 31st March 2002

CONTENTS

	Page
Administrative and Legal Information	2
Report of the Directors	3
Statement of Financial Activities	5
Balance Sheet	6
Notes to the Financial Statements	7

Taylors

CHARTERED ACCOUNTANTS

3G's Development Trust

**Administrative and legal information
for the year ended 31st March 2002**

Directors

Are as set out on page 3

CHAIRMAN

Mr Terry Bence

LEAD OFFICER

Mrs Pam Khan

SECRETARY

Mrs Sharon Smith

PRINCIPAL OFFICE

Gurnos Health and Resource Centre
Chestnut Way
Gurnos Estate
Merthyr Tydfil
CF47 9SB

COMPANY REGISTRATION NUMBER

3831737

ACCOUNTANTS

Taylor's Chartered Accountants
86 High St
Merthyr Tydfil
CF47 8UG

Taylor's

CHARTERED ACCOUNTANTS

3G's Development Trust

The Directors Report for the

for the year ended 31st March 2002

The Directors present their annual report and the statements of account for the year ended
31-March-2002

Directors

Members of the management committee who served during the year were:

Mr Trevor Lloyd	Resigned	26/11/2001	Reappointed	15/03/2002
Mrs Margaret Hannigan-Popp	(Secretary from 19/9/01 to 2/9/02)			
Mr Gareth Adams				
Mrs Ann Mahoney				
Mrs June Jones				
Mr Brian Collins	Appointed	26/11/2001		
Mr Terry Bence	Appointed	26/11/2001		
Mrs Rhonda Braithwaite	Appointed	26/11/2001		
Mr Albert Heany	Appointed	19/12/2001		
Mr Ken Allen	Resigned	26/11/2001		
Ms Claire Little	Resigned	26/11/2001		
Mrs Merril Jones	Resigned	26/11/2001		
Mrs Susan Cousins	Resigned	29/05/2002		
Mrs Ann Berry	Resigned	26/06/2001		

Officers and Advisers

The officers and advisers are as stated on page 2.

Directors responsibility for the financial statements

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements the directors are required to:

- * select suitable accounting policies and apply them consistently;
- * make adjustments and estimates that are reasonable and prudent;
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume the company will continue to operate.

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

Risk management

The board review all plans and forecasts, during this process risks related to the project are identified and the appropriate action built into the plans.

The systems of the company are reviewed regularly to ensure that appropriate controls are in place to safeguard its assets and to facilitate its effective management.

Reserves

The directors have identified that the company needs to accumulate free reserves equivalent to three months operating expenditure. This amount is necessary to ensure the continuity of the operations and the maintenance of efficient systems of administration and management.

At the current level of activity this equates to a required balance of free reserves of approximately £37,000; the current level of free reserves is £NIL. All the current reserves of the company are restricted and therefore fall to be used for specific purposes and cannot be included in free reserves.

The policy of the company is to generate income relating to the delivery of its charitable objectives which will allow it to accumulate free reserves until the target level has been achieved.

Current year and financial position

The directors consider the performance of the company to be satisfactory.

The company has secured funding to support its ongoing aims and objectives, this will allow it to plan the future from a secure foundation.

3G's Development Trust

The Directors Report for the

for the year ended 31st March 2002

Future developments

The culmination of the "Big Bus" consultation exercise, this has so far identified, fear of crime, general well-being and youth behaviour as major community issues.

Pipeline projects to address some of these concerns are:

- film clubs aimed at younger people,
- development of activities for the elderly
- "Healthy eating" and "Keep well in winter" campaigns.

As a community based organisation, we have initiated strong partnership links to address local needs through indirect provision of services and facilities.

The development of the partnership network and direct provision of existing and new services to the community, remain of paramount importance.

The company has been approved as the "Communities First" delivery organisation for the area.

A major new consultation and involvement drive, is planned to encompass new area residents on the Penydarren estate.

Principal activity, objects and organisation of work

The company is a non profit making organisation whose liability is limited by guarantee as such it is governed by its Memorandum and Articles of Association.

An application is in process to the charities commission for registered charity status.

The 3 G's Development Trust principal activity is that of community regeneration within the areas of the Old Gurnos, New Gurnos and Galon Uchaf estates.

Full details of activities during the year are given in the annual report; copies of which are available from the principal office.

The company is organised so that the directors meet regularly to manage its affairs. The Lead Officer has a central administration team which controls the day to day operation of the company. The remaining staff are directly employed in the delivery of the charitable projects.

Related parties

The 3G's Development trust works closely with all the community associations with in the area and with M.T.C.B.C. to help achieve its objectives. M.T.C.B.C. are lead co-ordinators of Communities First funding from the Welsh Assembly Government. The European grant funding is administered by the Merthyr Tydfil and Rhondda Cynon Taff Groundwork Trust.

Audit

The directors have taken advantage of the exemption conferred by s249(1) Companies Act 1985 not to have these accounts audited.

This directors' report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Small Entities. In order to comply with best accounting practise, the SORP 2000 "Accounting and Reporting for Charities" has been applied although the trust is still awaiting the grant of charitable status.

Approved by the Board of Directors

Dated 23/4/02

3G's Development Trust
Statement of Financial Activities
for the year ended 31st March 2002

	Notes	Unrestricted Funds	Restricted Funds	2002 Totals	2001 Totals
		£	£	£	£
INCOME AND EXPENDITURE					
Incoming Resources					
Grants & Donations			175,044	175,044	155,386
Activities in furtherance of the charitable objects of the company.		6,795		6,795	44,558
Movement in deferred income			30,194	30,194	(15,051)
Total Incoming Resources	2	6,795	205,238	212,033	184,893
Resources Expended					
Direct project expenditure			120,821	120,821	120,646
Cost of activities in furtherance of the charitable objects of the company.		6,795		6,795	43,369
Office and Administration			20,446	20,446	20,521
Total Resources Expended	6	6,795	141,267	148,062	184,536
Net Incoming Resources before transfers			63,971	63,971	357
Transfers between funds					
Net Incoming Resources	3		63,971	63,971	357
Balances brought forward			3,357	3,357	3,000
Balances carried forward 31-March-2002	7		£ 67,328	£ 67,328	£ 3,357

3G's Development Trust

Balance Sheet

as at 31-March-2002

	Notes	£	2002 £	2001 £
Fixed Assets				
Tangible Assets	9		39,528	6,831
Current Assets				
Cash at bank & in hand		8,911		38,639
Debtors	11	21,376		
		<u>30,287</u>		<u>38,639</u>
Creditors: amounts falling due within one year	4	<u>2,487</u>		<u>42,113</u>
Net Current Assets(Liabilities)			<u>27,800</u>	<u>(3,474)</u>
Total Assets Less Current Liabilities			<u><u>£ 67,328</u></u>	<u><u>£ 3,357</u></u>
Funds				
Restricted	7		<u>67,328</u>	<u>3,357</u>
			<u><u>£ 67,328</u></u>	<u><u>£ 3,357</u></u>

The exemption conferred by s249A(1) not to have these accounts audited applies to the company and the directors confirm that no notice has been deposited under s249B(2) of the Companies Act 1985. The directors acknowledge their responsibility for ensuring that: i) the company keeps accounting records which comply with s221 of the Companies Act 1985 and ii) the accounts give a true and fair of the state of affairs of the company as at 31st March 2002 and of its profit and loss account for the period then ended in accordance with the requirements of s226, and which otherwise comply with the requirements of the Companies Acts 1985 relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Small Entities and the SORP "Accounting for Charities"



Approved by the Board of Directors

Dated 23/10/02

The notes on pages 7 to 10 form an integral part of these accounts.

Taylors

CHARTERED ACCOUNTANTS

3G's Development Trust

Notes to the Accounts

for the year ended 31st March 2002

1. Principal Accounting Policies

Basis of Accounting. These financial statements have been prepared under the historical cost convention as modified to incorporate the revaluation of certain assets, in accordance with the Financial Reporting Standards, the relevant provisions of the Charities Act 1993 and the Statement of Practice "Accounting and Reporting by Charities" (SORP 2000).

Status. The 3G's Development Trust is a company limited by guarantee and is in the process of applying for charitable status. It is a non-profit making organisation funded by grants for specific restricted objectives

Fund Balances. The balances held are separated between restricted and unrestricted funds. Balances on restricted funds are subject to specific restrictive conditions imposed from the funding source. Unrestricted funds are available to be utilised by the trustees in the furtherance of the general objectives of the organisation.

Tangible Fixed Assets are capitalised and written off over their expected useful life in accordance with the guidelines laid down by the charities SORP.

Leased Assets. Fixed assets acquired under finance leases are included in the balance sheet at historic cost less accumulated depreciation. The present value of future rentals is shown as a liability. Interest payable in each period is charged as an expended resource in proportion to the amount outstanding under the lease. Operating lease rentals are charged as expended resources as incurred.

Depreciation. The company provides for depreciation on tangible fixed assets at the following annual rates in order to write off each asset over its estimated useful life:

Equipment	25% on cost
Land & Buildings	2% on cost

Stock is included in the balance sheet at the lower of cost or net realisable value, provisions being made as appropriate against any obsolete or slow moving items. Where stock is held for a specific restricted purpose the relevant incoming resources are held as balances on restricted funds.

Deferred Income. Income or grants received in advance are held as deferred income and carried forward to future accounting periods to be released when the defined purposes of the work or project have been completed, approved or certified.

Gifts in Kind are included in the income and expenditure account, where they are applied in carrying out the organisations activities, where the company would otherwise have to purchase the donated facility and the benefit is both quantifiable and material. The quantifiable benefit is shown as both incoming and expended resources within the appropriate funds and full details of the gifts are disclosed in note 10.

Unrestricted Incoming Resources are received in the furtherance of the non-profit making objects of the company and relate to contributions made by participants to activities, miscellaneous rentals which contribute towards running costs and new deal payments which help support the related costs.

3G's Development Trust

Notes to the Accounts

for the year ended 31st March 2002

	2002 £	2001 £
2. Total Incoming Resources		
ERDF	138,097	114,404
Café takings		44,558
MTCBC*	4,472	28,478
Nth Glamorgan NHS Trust*	7,875	10,500
Miscellaneous	6,995	2,004
National assembly Communities First	19,500	
CDF	4,900	
Movement in deferred income	30,194	(15,051)
Total Incoming Resources	£ 212,033	£ 184,893

* includes Gifts in Kind see note 10

3. Net Incoming Resources

is stated after charging:

Staff costs		
Wages & salaries	94,690	87,457
Social security costs	7,469	6,286
	<u>£ 102,159</u>	<u>£ 93,743</u>
Staff costs include:		
Café wages classified as Direct project expenditure		<u>£ 9,021</u>
Gifts in Kind (note 10)		<u>£ 15,147</u>
Depreciation on: tangible owned fixed assets	4,152	1,260
assets held on finance leases		2,156
Accounting services	<u>1,175</u>	<u>1,075</u>
Average No of employees		
Full time	<u>5</u>	<u>6</u>

No employee earned £40,000 or more during the period.

The trustees did not receive any emoluments or any reimbursement of expenses during the period.

4. Creditors: Amounts falling due within one year

Trade creditors & accruals	1,867	3,725
Taxes and social security	620	
Lease obligations		3,474
Deferred Income (note 8)		34,914
	<u>£ 2,487</u>	<u>£ 42,113</u>

3G's Development Trust

Notes to the Accounts

for the year ended 31st March 2002

	2002 £	2001 £
5. Creditors: Amounts falling due in more than one year		
Lease obligations	<u>NIL</u>	<u>NIL</u>
Obligations under finance lease contracts net of future finance charges Within one year or on demand	<u>NIL</u>	<u>3,474</u>

6. Resources Expended

Project Salaries	102,159	84,722
Office running costs	20,446	20,521
Clinic	8,612	14,677
Training	7,272	13,880
Youth and Community	6,055	7,367
Other Project Costs	3,518	
Café costs (inc wages)		43,369
	<u>£148,062</u>	<u>£184,536</u>

7. Fund Balances

Restricted Funds	<u>£67,328</u>	<u>£3,357</u>
Represented by:		
Undepreciated fixed assets	39,528	6,831
Net liquid assets	<u>27,800</u>	<u>(3,474)</u>
	<u>£ 67,328</u>	<u>£ 3,357</u>

Restricted funds represents the un-depreciated balances on owned fixed assets and funds carried forward for specific purposes as specified by the funder. All the organisations funds are generated from grants for specific projects and donations. It has not generated any unrestricted funds in the period.

8. Deferred Income

Where income was provided for specific expenditure which will occur in a future period balances are carried forward as deferred income to match against that expenditure.

Salaries		33,256
Office & miscellaneous costs		622
Training		189
Youth Activities		847
	<u>NIL</u>	<u>£34,914</u>

3G's Development Trust

Notes to the Accounts

for the year ended 31st March 2002

9. Fixed Assets

	Land & Buildings £	Office Equipment £	TOTAL £
Balance B/f		13,662	13,662
Acquired in the period	<u>36,849</u>		
Cost at 31st March 2001	<u>36,849</u>	<u>13,662</u>	<u>50,511</u>
Depreciation B/f		6,831	6,831
Depreciation charged	<u>737</u>	<u>3,415</u>	<u>4,152</u>
At 31st March 2001	<u>737</u>	<u>10,246</u>	<u>10,983</u>
Net Book Value at 31st March 2001	<u>NIL</u>	<u>6,831</u>	<u>6,831</u>
Net Book Value at 31st March 2002	<u>36,112</u>	<u>3,416</u>	<u>39,528</u>

Fixed assets include assets with a net book value of £ NIL (2001 £4,312) held under finance leases.

10. Gifts in Kind

The following facilities and support were given as gifts in kind during the period.

	2002 £	2001 £
M.T.C.B.C. Senior Youth Worker		15,147
M.T.C.B.C. Office Rental Honeysuckle	3,432	4,576
M.T.C.B.C. Office Rental Clover Rd		2,288
Nth Glamorgan N.H.S. Trust Clinic Rental	<u>7,875</u>	<u>10,500</u>

11. Debtors

<u>£21,376</u>	<u>NIL</u>
----------------	------------

No debtors are due in more than one year.