

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2007
FOR
ISLE OF WIGHT YOUTH TRUST**

Hook & Co Limited
Chartered Accountants
39/40 Quay Street
Newport
Isle of Wight
PO30 5BA

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ISLE OF WIGHT YOUTH TRUST

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FOR THE YEAR ENDED 31 MARCH 2007**

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ISLE OF WIGHT YOUTH TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2007

The trustees who are also directors of the charity for the purposes of the Companies Act 1985, present their report with the financial statements of the charity for the year ended 31 March 2007. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04149036

Registered Charity number

1087163

Registered office

1 St John's Place

Newport

Isle of Wight

PO30 1LH

Trustees

S Jackson

M Powell

R J Steele

K Dueck

M Flynn

R Booth

L J Gaudion

Dr J S Moore

M S Prowse

- resigned 10 7 06

- resigned 20 11 06

- resigned 10 7 06

- resigned 10 7 06

- appointed 10 7 06

- appointed 10 7 06

Company Secretary

E Monks

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 1985.

ISLE OF WIGHT YOUTH TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2007

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

Directors and Trustees

The directors of the Charitable Company ("the charity") are its trustees for the purpose of the Charity Commission and throughout this report are collectively referred to as the trustees. As set out in the Articles of Association, the number of trustees shall not be less than three, but shall not be subject to any maximum. Trustees are elected annually by members of the charitable company attending the Annual General Meeting. Subsequent to the first Annual General Meeting, one-third of the trustees are required to retire in rotation. The trustees have the power to appoint a person to act as trustee in order to fill a vacancy. Trustees during the year were

Mrs S Jackson

Mr M Powell

Mr R Steele

Mr K Dueck

Mr R Booth

Mrs M O'Flynn

Mrs L Gaudion

Recruiting New Trustees

Appropriate trustees with specialist skills are identified by the day to day manager and/or the Trustees. A meeting is then arranged with the day to day manager to introduce the Trustee to the work of the Youth Trust. A subsequent meeting is arranged with the Chair of the Trustees. Informal references are followed up and, if successful, the New Trustee is provided with a welcome pack (which includes the Memorandum of Association of the Youth Trust, The Articles of Association and the Trustees' Responsibilities) and invited to meet the other trustees and observe a Trustees Meeting. Provided both new and existing Trustees are comfortable with the appointment, the new Trustee is voted on to the Board at the next meeting.

Organisational structure

Organisation

A board of at least three trustees, who meet bi-monthly, administer the charity. Each trustee assumes responsibility for

- * Development of strategy and plans
- * Approval of policies
- * Appointment of Director
- * Monitoring performance

Sub groups covering Finance and Development/Personnel/Shop meet regularly and work with the Director and make recommendations to the trustees who make the decisions.

Structure, Governance and Management

The Isle of Wight Youth Trust (charity number 294783) was dissolved on 30 June 2001. The assets and liabilities of the charity were transferred to the new charity, registered number 1087163, under the same name, which is a company limited by guarantee, incorporated 29th January 2001, company number 04149036.

Related parties

There are no transactions with related parties.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The trustees have assessed the major risks to which the charity is exposed, in particular those related to the operation and finances of the Trust, and are satisfied that systems are in place to mitigate any exposure to the major risks. The trustees are continually monitoring risks in the light of contracts being awarded. Budgets are set annually and monitored by the Trustees. The Finance Sub Group deals with any financial matters.

ISLE OF WIGHT YOUTH TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2007

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the charity are to advance the education and training of young people through the relief of poverty, distress and sickness. The charity meets the need for an independent service which bridges the gap in the network of care provided for young people by the statutory agencies in the Isle of Wight. To achieve this, the Isle of Wight Youth Trust

- * promote the study of and research into all aspects of the problems faced by young people and disseminate results appropriately
- * provide a confidential and independent counselling and advice service for young people
- * offer counselling, advice, and information to the parents guardians and families of young people
- * contribute to the health education programmes and activities run by the statutory authorities and schools
- * organise or contribute to exhibitions, meetings, lectures, seminars and any activities, involving young people, as appropriate
- * co-operate and work in partnership with statutory and charitable bodies engaged in work with young people

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Since February 1985, the Trust has been providing counselling for young people on the Island, from 1, St John's Place, Newport. Young people contact the Trust themselves, or a parent, GP or other professional contacts the Trust on the young person's behalf. Each person can see the same counsellor for up to six weeks and all counsellors are qualified and accredited.

Over 600 new young people and their families have had contact with the Trust over the last year with 1515 counselling appointments being made. Two thirds by females and one third by males. Young people come with a variety of issues, high on the list are relationship problems, anxiety, depression and self harming. In today's society, young people are experiencing more and more external pressures. However, society does not always provide young people with the mechanisms needed to not only survive, but to thrive. Hence, they increasingly rely on extreme behaviours such as self harming, substance misuse and withdrawal to get by. The Youth Trust provides a service where young people, through counselling, can access their own inner resources, leading to increased self-confidence, self-respect and less inappropriate patterns of behaviour. The Trust offers them a safe place, confidentiality and the time, with the help of a counsellor, to explore and understand their difficulties.

It is with thanks to a donation by a member of the public that the Trust once again this year has been able to offer counselling to children and their families (Child Trust). Many families contact the Trust asking for help, sadly, we are only able to see three a week. Our aim for the coming year is to encourage funders to contract with the Trust to provide this much needed service.

This last year we piloted a new look charity shop, by purchasing new items, taking items for sale on a fifty/fifty basis and donated items. This was a lot of extra work for Youth Trust personnel and the profit made was not enough to warrant carrying on. So with much regret a decision was made to close the shop.

On a lighter note, the Trust continues to develop and serve young people of the Island. It has been able to offer consistency in a forever changing environment, but at the same time be flexible to the needs of young people. The Trust instigated and developed the Wight 2B Heard project which this year held its 7th successful conference and now sits with Connexions and Youth and Community. Over the past two years the Trust has been working with Portsmouth University to develop a young people's website. We work at the cutting edge and are at the forefront of developments for young people.

None of this would be possible though without a dedicated workforce and board of Trustees.

Fundraising activities

In terms of income generation, the Youth Trust has provided welfare services at the following events: the 2006 Rock Festival, the Bestival, and Island concerts.

ISLE OF WIGHT YOUTH TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2007

FINANCIAL REVIEW

Reserves policy

Page 7 shows that the Trust has unrestricted reserves of £126,947 of this amount £84,712 is tied up in property and other assets. The free reserves therefore amount to £42,235. This amounts to 24% of the running costs of the Trust for one year.

Principal funding sources

The principle funding sources of the charity are

Contract with Isle of Wight NHS Primary Care Trust

Contract with Children's Services

Donations and Gift Aid

Contracts with Isle of Wight Festival and Festival (Welfare Support)

Own general fundraising

ON BEHALF OF THE BOARD:



Trustee

Date

30/7/2007

**REPORT OF THE ACCOUNTANTS TO THE TRUSTEES OF
ISLE OF WIGHT YOUTH TRUST**

We report on the financial statements for the year ended 31 March 2007 set out on pages six to twelve

Respective responsibilities of trustees and reporting accountants

As described on pages seven to eight the charitable company's trustees are responsible for the preparation of the financial statements, and considers that the charitable company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the charitable company, and making such limited enquires of the officers of the charitable company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion

- (a) the financial statements are in agreement with the accounting records kept by the charitable company under Section 221 of the Companies Act 1985,
- (b) having regard only to, and on the basis of, the information contained in those accounting records
 - (i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act, and
 - (ii) the charitable company satisfied the conditions for exemption from an audit of the financial statements for the year specified in Section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1)

Hook & Co Limited

Hook & Co Limited
Chartered Accountants
39/40 Quay Street
Newport
Isle of Wight
PO30 5BA

Date *25 July 2007*

ISLE OF WIGHT YOUTH TRUST

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 MARCH 2007

| | Notes | Unrestricted funds £ | Restricted funds £ | 31/3/07 Total funds £ | 31/3/06 Total funds £ |
|--|-------|----------------------------|--------------------------|--------------------------------|--------------------------------|
| INCOMING RESOURCES | | | | | |
| Incoming resources from generated funds | | | | | |
| Voluntary income | | 17,386 | - | 17,386 | 16,263 |
| Activities for generating funds | 2 | 47,427 | - | 47,427 | 27,779 |
| Investment income | 3 | 1,776 | - | 1,776 | 3,030 |
| Incoming resources from charitable activities | | | | | |
| Charitable activities | | 108,899 | - | 108,899 | 90,059 |
| Other incoming resources | | 8,670 | - | 8,670 | 11,366 |
| Total incoming resources | | 184,158 | - | 184,158 | 148,497 |
| RESOURCES EXPENDED | | | | | |
| Costs of generating funds | | | | | |
| Costs of generating voluntary income | | 3,603 | - | 3,603 | 1,439 |
| Fundraising trading cost of goods sold and other costs | 4 | 27,657 | - | 27,657 | 15,988 |
| Charitable activities | | | | | |
| Charitable activities | | 144,341 | - | 144,341 | 152,660 |
| Governance costs | | 1,129 | - | 1,129 | 102 |
| Total resources expended | | 176,730 | - | 176,730 | 170,189 |
| NET INCOMING/(OUTGOING) RESOURCES | | | | | |
| | | 7,428 | - | 7,428 | (21,692) |
| RECONCILIATION OF FUNDS | | | | | |
| Total funds brought forward | | 119,519 | - | 119,519 | 141,211 |
| TOTAL FUNDS CARRIED FORWARD | | 126,947 | - | 126,947 | 119,519 |

The notes form part of these financial statements

ISLE OF WIGHT YOUTH TRUST

BALANCE SHEET AT 31 MARCH 2007

| | Notes | Unrestricted funds £ | Restricted funds £ | 31/3/07 Total funds £ | 31/3/06 Total funds £ |
|--|-------|----------------------------|--------------------------|--------------------------------|--------------------------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 8 | 84,070 | - | 84,070 | 81,855 |
| CURRENT ASSETS | | | | | |
| Stocks | | 642 | - | 642 | - |
| Prepayments and accrued income | | 2,515 | - | 2,515 | - |
| Cash at bank and in hand | | 49,128 | - | 49,128 | 54,643 |
| | | <u>52,285</u> | <u>-</u> | <u>52,285</u> | <u>54,643</u> |
| CREDITORS | | | | | |
| Amounts falling due within one year | 9 | (8,763) | - | (8,763) | (4,425) |
| NET CURRENT ASSETS | | <u>43,522</u> | <u>-</u> | <u>43,522</u> | <u>50,218</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 127,592 | - | 127,592 | 132,073 |
| ACCRUALS AND DEFERRED INCOME | 10 | (645) | - | (645) | (12,554) |
| NET ASSETS | | <u>126,947</u> | <u>-</u> | <u>126,947</u> | <u>119,519</u> |
| FUNDS | 12 | | | | |
| Unrestricted funds | | | | 126,947 | 119,519 |
| Restricted funds | | | | - | - |
| TOTAL FUNDS | | | | <u>126,947</u> | <u>119,519</u> |

The notes form part of these financial statements

ISLE OF WIGHT YOUTH TRUST

**BALANCE SHEET - CONTINUED
AT 31 MARCH 2007**

The charitable company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 March 2007

The trustees have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2007 in accordance with Section 249B(2) of the Companies Act 1985

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the charitable company

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

The financial statements were approved by the Board of Trustees on *30th July 2007* and were signed on its behalf by



Trustee



Trustee

ISLE OF WIGHT YOUTH TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2007

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standards for Smaller Entities (effective January 2005) and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources

Cost of generating funds

Costs of generating funds comprise those costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop

Charitable activities

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

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its useful economic life

Plant and machinery -15% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items

Taxation

The charity is exempt from corporation tax on its charitable activities

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements

Pensions

The charitable company operates a defined contribution pension scheme. Contributions payable for the year are charged in the Statement of Financial Activity

2. ACTIVITIES FOR GENERATING FUNDS

| | 31/3/07 | 31/3/06 |
|--------------------|---------------|---------------|
| | £ | £ |
| Fundraising events | 19,556 | 10,153 |
| Shop income | 27,871 | 17,626 |
| | <u>47,427</u> | <u>27,779</u> |

ISLE OF WIGHT YOUTH TRUST

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 MARCH 2007

3. INVESTMENT INCOME

| | 31/3/07 | 31/3/06 |
|----------|--------------|--------------|
| | £ | £ |
| Interest | <u>1,776</u> | <u>3,030</u> |

4. FUNDRAISING TRADING: COST OF GOODS SOLD AND OTHER COSTS

| | 31/3/07 | 31/3/06 |
|----------------------------------|---------------|---------------|
| | £ | £ |
| Purchases | 12,697 | - |
| Staff costs | 9,064 | 8,269 |
| Advertising | 179 | 415 |
| Legal fees | 411 | 234 |
| Heat and light | 36 | 202 |
| Rent | 4,125 | 5,500 |
| Telephone | 257 | 236 |
| Rates | - | 350 |
| Payroll charges | 76 | 74 |
| Repairs and renewals | 223 | 497 |
| Sundry expenses | 257 | - |
| Printing, postage and stationery | 62 | 211 |
| Travel | 270 | - |
| | <u>27,657</u> | <u>15,988</u> |

5. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting)

| | 31/3/07 | 31/3/06 |
|-----------------------------|------------|------------|
| | £ | £ |
| Depreciation - owned assets | <u>606</u> | <u>606</u> |

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2007 nor for the year ended 31 March 2006

Trustees' Expenses

There were no trustees' expenses paid for the year ended 31 March 2007 nor for the year ended 31 March 2006

7. STAFF COSTS

| | 31/3/07 | 31/3/06 |
|-----------------------|---------------|---------------|
| | £ | £ |
| Wages and salaries | 73,979 | 74,212 |
| Social security costs | 5,875 | 5,652 |
| Other pension costs | 5,656 | 13,448 |
| | <u>85,510</u> | <u>93,312</u> |

There are no high paid staff (> £60,000)

ISLE OF WIGHT YOUTH TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2007**

8. TANGIBLE FIXED ASSETS

| | Freehold property £ | Plant and machinery £ | Totals £ |
|-----------------------|---------------------------|-----------------------------|----------------|
| COST | | | |
| At 1 April 2006 | 78,424 | 23,577 | 102,001 |
| Additions | - | 2,820 | 2,820 |
| At 31 March 2007 | <u>78,424</u> | <u>26,397</u> | <u>104,821</u> |
| DEPRECIATION | | | |
| At 1 April 2006 | - | 20,145 | 20,145 |
| Charge for year | - | 606 | 606 |
| At 31 March 2007 | <u>-</u> | <u>20,751</u> | <u>20,751</u> |
| NET BOOK VALUE | | | |
| At 31 March 2007 | <u>78,424</u> | <u>5,646</u> | <u>84,070</u> |
| At 31 March 2006 | <u>78,424</u> | <u>3,432</u> | <u>81,856</u> |

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 31/3/07 £ | 31/3/06 £ |
|---------------------------|--------------|--------------|
| Bank loans and overdrafts | - | 2,026 |
| Creditors and accruals | <u>8,763</u> | <u>2,399</u> |
| | <u>8,763</u> | <u>4,425</u> |

10. ACCRUALS AND DEFERRED INCOME

| | 31/3/07 £ | 31/3/06 £ |
|----------------------------|--------------|-----------------|
| Deferred government grants | <u>(645)</u> | <u>(12,554)</u> |

11. PENSION COMMITMENTS

The trust operates a group money purchase pension scheme. The amount charged to the Statement of Financial Activities £5656 (2006 £13448). The amount due to the fund is £nil (2006 £nil).

12. MOVEMENT IN FUNDS

| | At 1/4/06 £ | Net movement in funds £ | At 31/3/07 £ |
|---------------------------|----------------|-------------------------------|-----------------|
| Unrestricted funds | | | |
| General fund | 119,519 | 7,428 | 126,947 |
| TOTAL FUNDS | <u>119,519</u> | <u>7,428</u> | <u>126,947</u> |

ISLE OF WIGHT YOUTH TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2007**

12. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 184,158 | (176,730) | 7,428 |
| TOTAL FUNDS | <u>184,158</u> | <u>(176,730)</u> | <u>7,428</u> |