

REGISTERED COMPANY NUMBER: SC405964 (Scotland)  
REGISTERED CHARITY NUMBER: SC045144

**Report of the Trustees and  
Audited Financial Statements for the Year Ended 30 June 2017  
for  
Newlands Junior College Limited**

FRIDAY



SCT

\*S6ZE52EX\*

09/02/2018

#136

COMPANIES HOUSE

**Newlands Junior College Limited**

**Contents of the Financial Statements  
for the Year Ended 30 June 2017**

---

	Page
Report of the Trustees	1 to 4
Statement of Trustees Responsibilities	5
Report of the Independent Auditors	6 to 7
Statement of Financial Activities	8
Balance Sheet	9
Notes to the Financial Statements	10 to 15

---

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 June 2017. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

## **OBJECTIVES AND ACTIVITIES**

### **Client group**

Young people aged 14 to 16, and interest in their continuing development thereafter.

### **Mission**

Newlands Junior College (NJC) exists in order to provide opportunities for young people who have potential but are at risk of disengaging from education and failing to find a fulfilling and rewarding role in later life.

### **Purpose**

NJC prepares young people for employment and college places through a vocationally focused educational experience aimed at developing the students' existing and latent potential. With positive relationships as the key to success, the experience provides a skills-based, personalised approach through which individual excellence is fostered in preparation for work.

### **Curriculum**

The curriculum is markedly different from that experienced in secondary schools, being designed around the four areas given below:

- Academic: English, IT, Mathematics and Physics.
- Vocational: focused on career opportunities provided by partners including City of Glasgow College, GTG Training and the Riverside Music Complex.
- Personal development: enhances the students' experiences, has a focus on the development of skills for life and includes components like the ASDAN Personal Development Award, the Duke of Edinburgh Award and Outward Bound experiences.
- Work experience: all students have periods of work experience to allow them to become familiar with the nature and demands of the work place, become more informed about potential career choices and prepare them for the rigours of competitive selection processes for jobs.

### **Culture and ethos**

The NJC culture emphasises the positive and there is an emphasis on forging excellent relationships amongst all members of the NJC community. There has been training for staff focusing on raising aspiration and achievement and providing a positive framework for goal setting and working with all client groups. The training has been extremely well received and has had a significant impact on the team. Young people also receive training and benefit from the influence that this approach has on the culture of NJC.

### **Staff recruitment**

Teachers were recruited following open advertisement, competitive interview and a check of qualifications and GTC registration. NJC currently has a teaching staff of 6 plus 1 administration and 2 part-time bus drivers. There is also an instructor from SkillForce Scotland who delivers courses in personal development.

### **Student recruitment**

Students are recruited mainly from local Glasgow secondary schools against 2 criteria: (a) being disengaged or disengaging from the school process and (b) having a talent or potential that is not presently being nurtured and developed. They also require to be able to operate at Level 4, at least, in SQA National courses. Students have also been recruited from North Lanarkshire and Renfrewshire.

The students are nominated by the secondary school in which they are enrolled. A recruitment process then begins which includes a meeting of the prospective student and her/his carers with NJC staff followed by an Assessment Centre which lasts for 1 week.

## **OBJECTIVES AND ACTIVITIES**

### **Provide a successful educational experience**

Success is measured by customer (carer and student) satisfaction, attendance rates, student performance in courses delivered at NJC and by partners and student destinations.

#### **(1) 2016 Graduates**

The first group of 19 students graduated in June 2016. They all went into positive destinations: 8 into employment, 6 in the continuation of a Foundation Engineering programme at City of Glasgow College and 5 into National Certificate courses at City of Glasgow College.

All Graduates (100%) had 5 or more passes in National Courses at level 3 and 90% had 5 or more passes at level 4. Additionally, 4 students gained a National 5 qualification in English.

In personal development, the qualifications are extensive and include Duke of Edinburgh (Bronze), ASDAN (Bronze Silver and Gold), Outward Bound, John Muir Environmental Award, National Navigation Award, SQA Employability, Heart Start, Saltire Award, Get Set for Community Action and Emergency First Aid at Work.

#### **(2) 2017 Graduates**

The second group of 13 students graduated in June 2017. They all went into positive destinations: 6 into employment and 7 into National Certificate courses at Further Education college: 4 at City of Glasgow College, 2 at North Lanarkshire College and 1 at Glasgow Clyde College.

All Graduates (100%) had 5 or more passes in National Courses at level 3 and 85% had 5 or more passes at level 4. 2 students had 5 passes at National 5. Additionally, 2 students gained National 5 qualifications in English, 1 student gained a National 5 qualification in Maths, 1 student gained a National 5 qualification in Physics, 11 students gained a National 5 qualification in Laboratory Skills and 3 achieved a National Progress in Award at level 5 in IT.

In personal development, the qualifications are extensive and include Duke of Edinburgh (Bronze), ASDAN (Bronze Silver and Gold), Outward Bound, John Muir Environmental Award, National Navigation Award, SQA Employability, Heart Start, Saltire Award, Get Set for Community Action and Emergency First Aid at Work.

### **Alumni**

During the year, NJC created an alumni programme for its graduates, recognising that NJC has an important role in supporting the continuing development of its graduates. In many cases NJC has become an important presence in the young peoples' lives. The Ernst & Young Foundation has supported NJC in the creation and operation of this alumni programme.

### **Funding**

NJC receives funding from both the public and private sectors with commitments up to 5 years.

### **Financial performance**

During the year the charity continued to be funded from both the public and private sectors. Donations are both one-off and recurring meaning that income fluctuates from year to year. The delayed timing of (uncommitted) income expected towards the end of the financial year has meant a shortfall in the amount required to cover the running costs for the year and hence a loss of £126,271 (2016: loss of £408,283) has been generated. Further detail on the financial performance of the charity can be found in the Statement of Financial Activities, Balance Sheet and supporting notes.

### **Reserves policy and going concern**

Reserves are required to bridge the gap between the spending and receiving of income. At year end this gap has resulted in net liabilities of £48,469 (2016: net assets £77,802) as the available reserves were not sufficient to cover the loss for the year.

The trustees have a plan and line of sight of funding from both the public and private sectors to ensure the continued going concern of the charity.

---

**Report of the Trustees  
for the Year Ended 30 June 2017**

---

**OBJECTIVES AND ACTIVITIES**

**Plans for future periods**

The charity is now operating at full capacity in terms of the number of students and this is expected to continue going forward.

The strategic plan envisaged a refurbishment of the second floor of the school premises to encompass a gym and further teaching areas for the increased number of students, however this has been deferred until appropriate funding has been put in place.

In the meantime, the charity continues to strengthen the links with the local community and a wider network of patrons through open events for visitors. Also, given the successful outcomes for the students of NJC, the Trustees have been approached to consider opening further colleges with the same mission and objectives in other geographical locations. The Trustees are in early discussions with a number of local government authorities to this end and have created a new subsidiary company on 13 December 2017 to facilitate this.

**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 2006.

**Recruitment and appointment of new trustees**

Trustees have been selected based on their experience and support and have completed the appropriate Disclosure Scotland requirements.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

SC405964 (Scotland)

**Registered Charity number**

SC045144

**Registered office**

3 Redwood Crescent  
Peel Park  
East Kilbride  
G74 5PA

**Trustees**

J A McColl OBE

A C Dowie

A Stewart

G M Bruce

Mrs A P M Finlayson

- resigned 18/11/2016

E Hawthorne

A J Neilson

D S O'Neil

S A Black

- appointed 29/10/2016

**Newlands Junior College Limited**

**Report of the Trustees  
for the Year Ended 30 June 2017**

---

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Auditor**

KPMG LLP  
319 St Vincent Street  
Glasgow  
G2 5AS

**Solicitor**

CMS Cameron McKenna LLP  
191 West George Street  
Glasgow  
G2 2LD

**Banker**

Santander UK plc  
301 St Vincent Street  
Glasgow  
G2 5HN

**PRINCIPAL ACTIVITY**

The company was incorporated on 23 August 2011 and remained dormant until trading commenced on 1 May 2014. The company was registered as a charity by OSCR (Office of the Scottish Charity Regulator) on 30 September 2014.

The principal activity of the charity is the provision of alternative educational programmes aimed at young people aged 14 to 16 years old.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITOR**

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditor is unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditor is aware of that information.

**AUDITORS**

During the year the Ernst & Young Foundation became involved with the charity. Due to the conflict of interest as auditor, Ernst & Young resigned their position.

KPMG LLP were appointed in their place on 21 December 2017 and will be proposed for re-appointment at the forthcoming Annual General Meeting.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 24 January 2018 and signed on its behalf by:



A C Dowie - Trustee

**Statement of Trustees Responsibilities  
for the Year Ended 30 June 2017**

---

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and regulations.

Company and charity law requires the trustees to prepare financial statements for each financial year. Under that law they are required to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland.

Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the excess of expenditure over income 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- assess the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

The trustees are responsible for keeping adequate and proper accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended). They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the charitable company and to prevent and detect fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

## **Independent Auditors Report to the Trustees and Directors of Newlands Junior College Limited**

---

### **Opinion**

We have audited the financial statements of Newlands Junior College Limited ("the charitable company") for the year ended 30 June 2017 which comprise the Statement of Financial Activities, Balance Sheet and related notes, including the accounting policies in note 1.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2017 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

### **Basis for opinion**

We have been appointed as auditor under section 44 (1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the charitable company in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

### **Going concern**

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of approval of the financial statements. We have nothing to report in these respects.

### **Other information**

The directors are responsible for the other information, which comprises the Report of the Trustees and Statement of Trustees Responsibilities. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the other information;
- in our opinion the information given in the Report of the Trustees, is consistent with the financial statements; and
- in our opinion that report has been prepared in accordance with the Companies Act 2006.

### **Matters on which we are required to report by exception**

Under the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended), we are required to report to you if in our opinion:

- the charitable company has not kept adequate and proper accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a strategic report.

We have nothing to report in these respects.

---



**Trustees' responsibilities**

As explained more fully in their statement set out on page 5, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

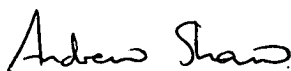
**Auditor's responsibilities**

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

A fuller description of our responsibilities is provided on the FRC's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities).

**The purpose of our audit work and to whom we owe our responsibilities**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charity's trustees, as a body, in accordance with section 44 (1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity, its members as a body and its trustees as a body, for our audit work, for this report or for the opinions we have formed.



Andrew Shaw (Senior Statutory Auditor)  
for and on behalf of KPMG LLP, Statutory Auditor  
Chartered Accountants  
319 St Vincent Street  
Glasgow  
G2 5AS

KPMG LLP is eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

26 January 2018

**Newlands Junior College Limited**

**Statement of Financial Activities  
for the Year Ended 30 June 2017**

		Unrestricted fund £	Restricted funds £	2017 Total funds £	2016 Total funds £
	Notes				
<b>INCOME AND ENDOWMENTS FROM</b>					
Voluntary income	3	<u>946,365</u>	<u>79,860</u>	<u>1,026,225</u>	<u>837,228</u>
<b>Total</b>		946,365	79,860	1,026,225	837,228
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>					
Provision of education	4	<u>1,077,636</u>	<u>74,860</u>	<u>1,152,496</u>	<u>1,245,511</u>
<b>NET EXPENDITURE/(INCOME)</b>		(131,271)	5,000	(126,271)	(408,283)
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<u>77,802</u>	<u>-</u>	<u>77,802</u>	<u>486,085</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>(53,469)</u></u>	<u><u>5,000</u></u>	<u><u>(48,469)</u></u>	<u><u>77,802</u></u>

**CONTINUING OPERATIONS**

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

**Newlands Junior College Limited**

**Balance Sheet  
At 30 June 2017**

		Unrestricted fund £	Restricted funds £	2017 Total funds £	2016 Total funds £
	Notes				
<b>FIXED ASSETS</b>					
Tangible assets	8	1,271,975	30,302	1,302,277	1,563,276
<b>CURRENT ASSETS</b>					
Debtors	9	65,152	-	65,152	8,832
Cash at bank		<u>29,506</u>	<u>5,000</u>	<u>34,506</u>	<u>19,158</u>
		94,658	5,000	99,658	27,990
<b>CREDITORS</b>					
Amounts falling due within one year	10	(920,102)	(30,302)	(950,404)	(982,151)
<b>NET CURRENT LIABILITIES</b>		<u>(825,444)</u>	<u>(25,302)</u>	<u>(850,746)</u>	<u>(954,161)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		446,531	5,000	451,531	609,115
<b>CREDITORS</b>					
Amounts falling due after more than one year	11	(500,000)	-	(500,000)	(531,313)
<b>NET (LIABILITIES)/ASSETS</b>		<u>(53,469)</u>	<u>5,000</u>	<u>(48,469)</u>	<u>77,802</u>
<b>FUNDS</b>	13				
Unrestricted funds				(53,469)	77,802
Restricted funds				<u>5,000</u>	<u>-</u>
<b>TOTAL FUNDS</b>				<u>(48,469)</u>	<u>77,802</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 24 January 2018 and were signed on its behalf by:



A C Dowie -Trustee

The notes form part of these financial statements

**1. COMPANY OWNERSHIP**

The company is limited by guarantee of the members and does not have share capital. The liability of members is limited to £5 on winding up of the company.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

There were no transitional adjustments on the adoption of the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

The financial statements have been prepared under the historical cost convention.

**Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Donated professional services and donated goods and facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably.

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

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is 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.

**Tangible fixed assets**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided on tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset over its expected useful life, as follows:

Leasehold improvements - on a straight line basis at 10% - 33% per annum  
Computer equipment - on a straight line basis at 33% - 100% per annum  
Motor vehicles - on a straight line basis at 20% per annum

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2017

---

2. ACCOUNTING POLICIES - continued

**Taxation**

The charity is exempt from corporation tax on its charitable activities.

**Value added tax**

The charity is not registered for VAT as its activities are outside the scope of UK VAT.

**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.

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

**Government grants**

Government grants are recognised at fair value when there is reasonable assurance that the company will comply with the conditions attaching to them and the grants will be received. Grants related to purchase of assets are treated as deferred income and allocated to the income statement over the useful lives of the related assets while grants related to expenses are treated as other income in the income statement.

**Going concern**

The trustees have an outlook of committed funding from the both public and private sectors to ensure the ongoing operation of the charity, and therefore has adequate resources available to continue as a going concern.

3. VOLUNTARY INCOME

	2017	2016
	£	£
Miscellaneous income	67,928	28,225
Donations	842,796	681,405
Gift aid	13,250	53,750
Grants	<u>102,251</u>	<u>73,848</u>
	<u>1,026,225</u>	<u>837,228</u>

4. NET EXPENDITURE

Net expenditure is stated after charging:

	2017	2016
	£	£
Depreciation - owned assets	255,696	253,608
Other operating leases	977	-
Auditors' remuneration - audit fee	<u>6,000</u>	<u>-</u>

There are no other governance costs other than the auditors' remuneration disclosed above.

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2017

5. TRUSTEES' REMUNERATION AND BENEFITS

No trustee was remunerated for their role in the charity.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 30 June 2017 nor for the year ended 30 June 2016.

6. STAFF COSTS

	2017 £	2016 £
Wages and salaries	343,314	343,903
Social security costs	36,710	30,249
Other pension costs	68,073	56,906
	<u>448,097</u>	<u>431,058</u>

The average monthly number of employees during the year was as follows:

	2017	2016
Academic	6	6
Administrative	<u>2</u>	<u>2</u>
	<u>8</u>	<u>8</u>

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Voluntary income	<u>763,380</u>	<u>73,848</u>	<u>837,228</u>
<b>Total</b>	763,380	73,848	837,228
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Provision of education	<u>1,171,663</u>	<u>73,848</u>	<u>1,245,511</u>
<b>Total</b>	<u>1,171,663</u>	<u>73,848</u>	<u>1,245,511</u>
<b>NET EXPENDITURE</b>	(408,283)	-	(408,283)
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	<u>486,085</u>	<u>-</u>	<u>486,085</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>77,802</u>	<u>-</u>	<u>77,802</u>

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2017

8. TANGIBLE FIXED ASSETS

	Leasehold Improvements £	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>				
At 1 July 2016	1,864,325	34,086	99,665	1,998,076
Disposals	-	-	(15,011)	(15,011)
At 30 June 2017	<u>1,864,325</u>	<u>34,086</u>	<u>84,654</u>	<u>1,983,065</u>
<b>DEPRECIATION</b>				
At 1 July 2016	381,977	1,136	51,687	434,800
Charge for year	219,204	6,817	29,675	255,696
Eliminated on disposal	-	-	(9,708)	(9,708)
At 30 June 2017	<u>601,181</u>	<u>7,953</u>	<u>71,654</u>	<u>680,788</u>
<b>NET BOOK VALUE</b>				
At 30 June 2017	<u>1,263,144</u>	<u>26,133</u>	<u>13,000</u>	<u>1,302,277</u>
At 30 June 2016	<u>1,482,348</u>	<u>32,950</u>	<u>47,978</u>	<u>1,563,276</u>

In order to provide a more conducive learning environment for the students, the charity invested in the redevelopment of the leasehold premises it took over to house the college during the period. This has been funded by a mixture of donations and a government grant.

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Other debtors	51,232	4,813
Prepayments	<u>13,920</u>	<u>4,019</u>
	<u>65,152</u>	<u>8,832</u>

**10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2017 £	2016 £
Other loans (see note 12)	583,020	643,020
Trade creditors	190,850	196,211
Social security and other taxes	9,028	9,873
Other creditors	7,690	6,367
Accruals and deferred income	129,515	52,832
Deferred government grants	<u>30,301</u>	<u>73,848</u>
	<u>950,404</u>	<u>982,151</u>

**11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2017 £	2016 £
Bank loans (see note 12)	500,000	500,000
Deferred government grants	<u>-</u>	<u>31,313</u>
	<u>500,000</u>	<u>531,313</u>

**12. LOANS**

An analysis of the maturity of loans is given below:

	2017 £	2016 £
Amounts falling due within one year on demand:		
Other loans	<u>583,020</u>	<u>643,020</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>500,000</u>	<u>-</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>-</u>	<u>500,000</u>

**13. MOVEMENT IN FUNDS**

	At 1/7/16 £	Net movement in funds £	At 30/6/17 £
<b>Unrestricted funds</b>			
General fund	77,802	(131,271)	(53,469)
<b>Restricted funds</b>			
Donors	-	5,000	5,000
<b>TOTAL FUNDS</b>	<u>77,802</u>	<u>(126,271)</u>	<u>(48,469)</u>



**13. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	946,365	(1,077,636)	(131,271)
<b>Restricted funds</b>			
Government Grant	74,860	(74,860)	-
Donors	<u>5,000</u>	<u>-</u>	<u>5,000</u>
	79,860	(74,860)	5,000
<b>TOTAL FUNDS</b>	<u><u>1,026,225</u></u>	<u><u>(1,152,496)</u></u>	<u><u>(126,271)</u></u>

**14. RELATED PARTY DISCLOSURES**

During the year the charity received a £162,000 donation (2016: £98,000) from one of it's members and £32,820 in personal donations (2016: £40,000) from two of it's trustees.