

Registered number: 02926525  
Charity number: 1037999

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**NORTHAMPTONSHIRE YMCA**  
**(A Company Limited by Guarantee)**

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**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2018**

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**NORTHAMPTONSHIRE YMCA**  
**(A Company Limited by Guarantee)**

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**NORTHAMPTONSHIRE YMCA**  
**(A Company Limited by Guarantee)**

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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS  
FOR THE YEAR ENDED 31 MARCH 2018**

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**Trustees**

P T Ayres  
Dr A J Holden  
A Tresias

**Company registered number**

02926525

**Charity registered number**

1037999

**Registered office**

63 North Seventh Street, Milton Keynes, Buckinghamshire, MK9 2DP

**Independent auditors**

Hillier Hopkins LLP, Chancery House, 199 Silbury Boulevard, Milton Keynes, Buckinghamshire, MK9 1JL

**Bankers**

National Westminster Bank Plc, 41 The Drapery, Northampton, NN1 2EY

**Solicitors**

EMW Law LLP, Seebeck House, 1 Seebeck Place, Knowhill, Milton Keynes, MK5 8FR

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**NORTHAMPTONSHIRE YMCA**  
**(A Company Limited by Guarantee)**

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**TRUSTEES' REPORT**  
**FOR THE YEAR ENDED 31 MARCH 2018**

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The Trustees present their annual report together with the audited financial statements of the company for the year 1 April 2017 to 31 March 2018. The Trustees confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP), 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) as amended by Update Bulletin 1 (effective 1 January 2015).

Since the company qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

**Objectives and Activities**

**a. Policies and objectives**

The charity's principal objects as set out in the memorandum of association are as follows:

- To lead people of all ages, with a particular focus on those up to the age of 25, to the Lord Jesus Christ and to fullness of life in him.
- To assist people of all ages, with a particular focus on those up to the age of 25, to reach their full potential physically, emotionally and spiritually.
- To provide residential accommodation for people of all ages with a particular focus on those up to the age of 25 and to provide them with guidance in social and personal development in order to prepare them to live both independently and interdependently.
- To provide or assist in providing, in the interests of social welfare, facilities for recreation and other leisure time occupation, and for education and training for people of all ages with a particular focus on those up to the age of 25, with the object of improving their conditions of life.

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. In particular, the directors consider how planned activities will contribute to the aims and objectives they have set.

**b. Main activities undertaken to further the charity's purposes for the public benefit**

Our main activities and who we are trying to help are described below. All our charitable activities focus on providing assistance to young people up to the age of 25 and all are undertaken to further our charitable purpose for the public benefit.

Our objects and funding restricted the services we were able to provide to those residing in Northamptonshire and its surrounding areas. During the last financial year students residing at our Derngate and Castilian Terrace accommodation have been the main beneficiaries of our work.

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**NORTHAMPTONSHIRE YMCA**  
**(A Company Limited by Guarantee)**

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**TRUSTEES' REPORT (continued)**  
**FOR THE YEAR ENDED 31 MARCH 2018**

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**Achievements and performance**

**a. Review of activities**

**Strategic Planning**

2017/18 has been another year in which Northamptonshire YMCA has been operating in only a very limited capacity with the intention of remaining financially stable and continuing operations until such time as new services can develop. The charity has continued to operate without any directly employed staff and continues to be managed by staff from Milton Keynes YMCA Limited on a limited basis.

The exterior financial climate remains challenging with funding for youth work and supported housing very scarce and during 2017/18 Northamptonshire County Council was very publicly reported to be in severe financial difficulty. The climate has not therefore been suited to expanding the charity's operations through any statutory funding mechanisms.

At the end of the previous financial year (2016/17) we took the decision to close the Brackley Youth Hub as this project was unfunded and so our operations during this financial year have been confined to providing student housing and a commercial let.

During the year we took the decision to sell two of our assets – the two terraced houses at Castilian Terrace as these properties were in need of significant investment to repair and maintain the fabric of the buildings. Our intention was to use the proceeds of the sale to reduce mortgages but in consultation with the bank, at least for the present time, it was agreed that it made more sense to invest the funding and leave the loans in place as they were taken at very beneficial rates.

**Operational Management**

Our student housing operation continues to be successful. Our property at Derngate is centrally located and we have benefited from the relocation of Northampton University closer to the centre of town. Demand for student housing in Northampton remains high. Early in the financial year we renovated the ground-floor and basement of the Derngate building to create 10 additional rooms in two shared cluster-flats. This further enhances this facility as an accommodation offer to young people.

Unfortunately we encountered significant rent arrears issues during the last academic year and the charity pursued the higher arrears through the small claims court. Our dissatisfaction with the management of these arrears by our letting agent played a part in the decision to replace this agent with a new student lettings agent for the 2018/19 academic year.

With the agreement of the landlord – Homes England, our property at Upton was let for most of the year to a commercial tenant, rather than to the young people that the building is intended for. This has allowed us to remain financially secure. However the property remains difficult to let due to its remote location and as at the end of the financial year the property was vacant. This facility remains the most suitable location for Northamptonshire YMCA to create a new charitable service and we have exciting plans for the facility. A development worker is required to develop a business plan and budget and to network with potential supporters. Milton Keynes YMCA Limited have recently appointed a new Business Development / Fundraising team and during the next financial year the plan is for this team to pursue funding opportunities to create a Development Worker post on a fixed-term contract basis. Until then the focus of the charity will remain on finding student and commercial tenants for our buildings to retain financial viability.

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**NORTHAMPTONSHIRE YMCA**  
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**TRUSTEES' REPORT (continued)**  
**FOR THE YEAR ENDED 31 MARCH 2018**

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**Financial review**

**a. Going concern**

After making appropriate enquiries, the trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

**b. Financial risk management objectives and policies**

The trustees continue to keep all external risks under regular review and set strategies and policies to mitigate those risks. Significant external risks to funding have led to the development of a strategic plan that allows for the diversification of funding and activities within the charity's objectives. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects of the charitable company. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

**c. Reserves policy**

The trustees have examined the requirement for free reserves, which are those unrestricted funds not invested in fixed assets, designated for specific purposes or otherwise committed. The directors consider that given the nature of the charity's work and commitments this should be the greater of:

(a) 3 to 6 months of resources expended

(b) 2 to 3 years forecast net cash outflow

This is currently in the region of £63,000 (2017 - £66,000).

**d. Principal funding**

99% (2017 - 82%) of the charity's income relates to the rental of its investment properties. This income is predominately from students, occupying the Derngate and Castilian Terrace properties. Additional income of £47,250 came from the short term let of Upton Lodge, which was utilised by a commercial tenant.

**Structure, governance and management**

**a. Constitution**

The organisation is a charitable company limited by guarantee, incorporated on 6 May 1994 and registered as a charity on 25 May 1994. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up the member is required to contribute an amount not exceeding £1.

The company is constituted under a Memorandum of Association dated 20/07/1998 and is a registered charity number 1037999.

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**NORTHAMPTONSHIRE YMCA**  
**(A Company Limited by Guarantee)**

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**TRUSTEES' REPORT (continued)**  
**FOR THE YEAR ENDED 31 MARCH 2018**

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**b. Method of appointment or election of Trustees**

The management of the company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

**Membership**

1. The sole member is Milton Keynes YMCA Limited. Milton Keynes YMCA Limited is the only body that may appoint new members.
2. Milton Keynes YMCA Limited may, by resolution of its Trustees, authorise such persons as it thinks fit to act as its representatives at general meetings of the Association, and the person so authorised shall be entitled to exercise the same powers on behalf of Milton Keynes YMCA Limited which he or she as a representative of Milton Keynes YMCA Limited could exercise if it were an individual member.

**Termination of membership**

Milton Keynes YMCA Limited may not be removed as a member, by the Board or otherwise, unless it consents. Milton Keynes YMCA Limited may retire as a member but must appoint at least one replacement member before it does so.

**Composition of the Board**

1. The Board shall consist of at least three members of the Board appointed by Milton Keynes YMCA Limited.
2. Milton Keynes YMCA Limited has the power to appoint or remove any member of the Board at any time.
3. Members of the Board will serve a term of three years but may be re-appointed for further terms of office.

**c. Policies adopted for the induction and training of Trustees**

Most trustees are already familiar with the work of the organisation. New directors are required to attend an induction meeting to familiarise themselves with the charity and the context within which it operates. This meeting is jointly led by the Chair of the Trustees and the Chief Executive Officer and covers:

- Trustee obligations;
- The constitution and organisational structure;
- Financial review;
- Current operations;
- Future plans and objectives;

In addition the organisation has a commitment to ensure that trustees are supported in their roles and responsibilities, and they are advised in current best practice and legislation.

**d. Organisational structure and decision making**

The day-to-day responsibility for the provision of services rests with the Chief Executive Officer. He reports on a regular basis to the Board, which meets approximately four times a year.

The charity continues to use the Service Level Agreement with Milton Keynes YMCA Limited for the provision of management services for the charity which was entered into from January 2011.

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**NORTHAMPTONSHIRE YMCA**  
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**TRUSTEES' REPORT (continued)**  
**FOR THE YEAR ENDED 31 MARCH 2018**

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The charity also relies upon the work undertaken by those that provide their services on a voluntary basis in support of the charity's work.

**e. Related party relationships**

The charity is affiliated to The National Council of YMCAs of England & Wales.

The charity has a Service Level Agreement with Milton Keynes YMCA Limited (its parent company from 22nd November 2012) to provide management services to the charity.

Northamptonshire YMCA reviewed its Strategic Plan alongside Milton Keynes YMCA Limited in July 2013. In recent years the Board's ability to actively pursue all these aims has been constrained by resources but the Board maintains optimism that the expansion of activities can be achieved in the future. The plan focuses on 4 strategic aims:

- Provide safe places for young people to meet, live and enjoy life in fullness;
- Provide opportunities for young people to develop, learn and grow;
- Engage young people in community development activities;
- Provide opportunities for exploring the issues of faith;

These objectives will be delivered through the provision of the following work areas:

Housing

To provide student accommodation in central Northampton and when appropriate, to provide accommodation for young people at Upton Lodge;

Enterprise

When appropriate, to utilise Upton Lodge to generate income and to pursue new funding opportunities that will enable new youth focused programmes to be developed;

Youth Hubs

To support and develop Youth Hubs within Northamptonshire to help young people within these communities;

Christian and Spiritual

To create a clear understanding of the role of faith within our organisation and provide opportunities for dialogue with the young people with whom we work;

Business Support

To create a culture where support services are closely integrated with service delivery and are efficient and effective.

**f. Risk management**

The trustees continue to keep all external risks under regular review and set strategies and policies to mitigate those risks. Significant external risks to funding have led to the development of a strategic plan that allows for the diversification of funding and activities within the charity's objectives. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects of the charitable company. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.



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**NORTHAMPTONSHIRE YMCA**  
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**TRUSTEES' REPORT (continued)**  
**FOR THE YEAR ENDED 31 MARCH 2018**

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**Plans for future periods**

**a. Future developments**

During the next financial year the charity will continue the further development of the Upton Lodge project, as well as seeking to accommodate ten young people as well seeking opportunities to develop new areas of work to fully utilise the properties and grounds.

**Trustees' responsibilities statement**

The Trustees (who are also directors of Northamptonshire YMCA for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. 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 incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.


The Trustees are responsible for keeping adequate 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. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**Disclosure of Information to auditors**

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable company's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information.

This report was approved by the Trustees, on 07/09/18 and signed on their behalf by:

  
.....  
Dr A J Holden  
Trustee

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**NORTHAMPTONSHIRE YMCA**  
**(A Company Limited by Guarantee)**

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**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NORTHAMPTONSHIRE YMCA**

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**Opinion**

We have audited the financial statements of Northamptonshire YMCA (the 'charitable company') for the year ended 31 March 2018 set out on pages 11 to 27. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2018 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 United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Use of our report**

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. Our audit work has been undertaken so that we might state to the charitable company'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 charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

**Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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**NORTHAMPTONSHIRE YMCA**  
**(A Company Limited by Guarantee)**

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**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NORTHAMPTONSHIRE YMCA**

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**Other information**

The Trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' Report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**Opinion on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

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

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, 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 prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

**Responsibilities of trustees**

As explained more fully in the Trustees' Responsibilities Statement, 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, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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**NORTHAMPTONSHIRE YMCA**  
**(A Company Limited by Guarantee)**

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**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NORTHAMPTONSHIRE YMCA**

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In preparing the financial statements, the Trustees are responsible for 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 the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Auditors' responsibilities for the audit of the financial statements**

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 an Auditors' Report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Auditors' Report.



**Hillier Hopkins LLP**  
Chancery House  
199 Silbury Boulevard  
Milton Keynes  
Buckinghamshire  
MK9 1JL

Date: 11.9.2018

**NORTHAMPTONSHIRE YMCA**  
(A Company Limited by Guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 31 MARCH 2018**

	Note	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
<b>Income from:</b>				
Donations and legacies	2	510	510	23,038
Investments	3	146,975	146,975	117,955
Other income		657	657	2,896
<b>Total income</b>		<b>148,142</b>	<b>148,142</b>	<b>143,889</b>
<b>Expenditure on:</b>				
Raising funds	4	85,384	85,384	55,107
Charitable activities	5,7	40,706	40,706	63,179
<b>Total expenditure</b>	8	<b>126,090</b>	<b>126,090</b>	<b>118,286</b>
<b>Net income before investment losses</b>		<b>22,052</b>	<b>22,052</b>	<b>25,603</b>
Net losses on investments	12,13	(710)	(710)	-
<b>Net income before other recognised gains and losses</b>		<b>21,342</b>	<b>21,342</b>	<b>25,603</b>
Gains on revaluations of fixed assets		-	-	333,200
<b>Net movement in funds</b>		<b>21,342</b>	<b>21,342</b>	<b>358,803</b>
<b>Reconciliation of funds:</b>				
Total funds brought forward		656,182	656,182	297,379
<b>Total funds carried forward</b>		<b>677,524</b>	<b>677,524</b>	<b>656,182</b>

The notes on pages 14 to 27 form part of these financial statements.

**NORTHAMPTONSHIRE YMCA**  
**(A Company Limited by Guarantee)**  
**REGISTERED NUMBER: 02926525**

**BALANCE SHEET**  
**AS AT 31 MARCH 2018**

	Note	£	2018 £	£	2017 £
<b>Fixed assets</b>					
Investment property	12		825,000		1,252,200
Investments	13		49,290		-
			<u>874,290</u>		<u>1,252,200</u>
<b>Current assets</b>					
Debtors	14	8,004		6,137	
Cash at bank and in hand		375,115		24,373	
			<u>383,119</u>	<u>30,510</u>	
<b>Creditors: amounts falling due within one year</b>	15	(72,142)		(74,907)	
<b>Net current assets/(liabilities)</b>			<u>310,977</u>		<u>(44,397)</u>
<b>Total assets less current liabilities</b>			<u>1,185,267</u>		<u>1,207,803</u>
<b>Creditors: amounts falling due after more than one year</b>	16		<u>(360,892)</u>		<u>(391,226)</u>
<b>Net assets excluding pension scheme liabilities</b>			<u>824,375</u>		<u>816,577</u>
Defined benefit pension scheme liability	19		<u>(146,851)</u>		<u>(160,395)</u>
<b>Net assets including pension scheme liabilities</b>			<u><u>677,524</u></u>		<u><u>656,182</u></u>
<b>Charity Funds</b>					
Unrestricted funds - general funds	17		477,524		656,182
Unrestricted funds - designated funds	17		200,000		-
<b>Total funds</b>			<u><u>677,524</u></u>		<u><u>656,182</u></u>

The company's financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

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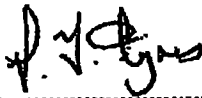
**NORTHAMPTONSHIRE YMCA**  
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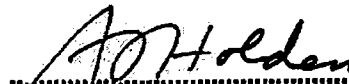
**BALANCE SHEET (continued)**  
**AS AT 31 MARCH 2018**

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The financial statements were approved and authorised for issue by the Trustees on 7 September 2018 and signed on their behalf, by:



.....  
**P T Ayres**



.....  
**Dr A J Holden**

The notes on pages 14 to 27 form part of these financial statements.

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**NORTHAMPTONSHIRE YMCA**  
**(A Company Limited by Guarantee)**

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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2018**

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**1. Accounting Policies**

**1.1 Basis of preparation of financial statements**

The financial statements have been prepared in accordance with 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) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Northamptonshire YMCA meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

**1.2 Company status**

The company is a company limited by guarantee. The sole member of the company is Milton Keynes YMCA Limited. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1.

**1.3 Going concern**

There are no material uncertainties about the charity's ability to continue as a going concern.

**1.4 Fund accounting**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the company and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.



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**NORTHAMPTONSHIRE YMCA**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2018**

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**1. Accounting Policies (continued)**

**1.5 Income**

All income is recognised once the company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the company is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the company has been notified of the executor's intention to make a distribution. Where legacies have been notified to the company, or the company is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donated services or facilities are recognised when the company has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the company of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the Friends is not recognised and refer to the Trustees' Report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the company which is the amount the company 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.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

**1.6 Interest receivable**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the company; this is normally upon notification of the interest paid or payable by the Bank.

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**NORTHAMPTONSHIRE YMCA**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2018**

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**1. Accounting Policies (continued)**

**1.7 Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the company and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

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

Charitable activities and Governance costs are costs incurred on the company's operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

**1.8 Investments**

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance Sheet date, unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and shown in the heading 'Gains/(losses) on investments' in the Statement of Financial Activities incorporating Income and Expenditure Account.

**1.9 Debtors**

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**1.10 Cash at Bank and in hand**

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

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**NOTES TO THE FINANCIAL STATEMENTS  
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**1. Accounting Policies (continued)**

**1.11 Liabilities and provisions**

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

**1.12 Financial instruments**

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

**1.13 Pensions**

Northamptonshire YMCA participated in a multi-employer defined benefit pension plan for employees of YMCAs in England, Scotland and Wales, which was closed to new members and accruals on 30 April 2007. Due to insufficient information, the plan's actuary has advised that it is not possible to separately identify the assets and liabilities relating to Northamptonshire YMCA.

As described in note 19 Northamptonshire YMCA has a contractual obligation to make pension deficit payments of £17,822 per annum over the period to April 2027, accordingly this is shown as a liability in creditors to these accounts. In addition, Northamptonshire YMCA is required to contribute £3,056 per annum to the operating expenses of the Pension Plan and these costs are charged to the Statement of Financial Activities as made.

**2. Income from donations and legacies**

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Donations	510	-	510	4,588
Grants	-	-	-	18,450
	<hr/>	<hr/>	<hr/>	<hr/>
Total donations and legacies	510	-	510	23,038
	<hr/>	<hr/>	<hr/>	<hr/>
Total 2017	4,588	18,450	23,038	
	<hr/>	<hr/>	<hr/>	

**NORTHAMPTONSHIRE YMCA**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2018**

**3. Investment income**

	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Income from investment properties	146,885	146,885	117,922
Bank interest receivable	90	90	33
	<u>146,975</u>	<u>146,975</u>	<u>117,955</u>
<i>Total 2017</i>	<u>117,955</u>	<u>117,955</u>	

**4. Investment management costs**

	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Property management fees	8,766	8,766	11,587
Repairs & maintenance	21,122	21,122	11,145
Heat & light	7,057	7,057	6,461
VAT repayable under Capital Goods Scheme	7,512	7,512	3,131
Rates, telephone & insurance	20,969	20,969	14,399
Loan interest	7,723	7,723	8,384
Bad debts	12,235	12,235	-
	<u>85,384</u>	<u>85,384</u>	<u>55,107</u>
<i>Total 2017</i>	<u>55,107</u>	<u>55,107</u>	

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2018**

**5. Analysis of expenditure on charitable activities**

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Youth and community	-	-	-	21,725
Upton Lodge	17,482	-	17,482	17,677
Central costs	16,622	-	16,622	19,561
	<u>34,104</u>	<u>-</u>	<u>34,104</u>	<u>58,963</u>
<i>Total 2017</i>	<u>40,513</u>	<u>18,450</u>	<u>58,963</u>	

**6. Support costs**

	£	Total 2018 £	Total 2017 £
Management time	7,770	7,770	10,717
Bank charges	149	149	236
Affiliation fees	899	899	665
Pension cost	7,804	7,804	7,943
	<u>16,622</u>	<u>16,622</u>	<u>19,561</u>
<i>Total 2017</i>	<u>19,561</u>	<u>19,561</u>	

**7. Governance costs**

	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Governance Auditors' remuneration	4,025	4,025	3,600
Legal fees	2,577	2,577	616
	<u>6,602</u>	<u>6,602</u>	<u>4,216</u>

**NORTHAMPTONSHIRE YMCA**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2018**

**8. Analysis of Expenditure by expenditure type**

	Staff costs 2018 £	Other costs 2018 £	Total 2018 £	Total 2017 £
Expenditure on investment management	-	85,384	85,384	55,107
<b>Costs of raising funds</b>	-	85,384	85,384	55,107
Youth and community	-	-	-	21,725
Upton Lodge	-	17,482	17,482	17,677
Central costs	7,804	8,818	16,622	19,561
<b>Charitable activities</b>	7,804	26,300	34,104	58,963
<b>Expenditure on governance</b>	-	6,602	6,602	4,216
	7,804	118,286	126,090	118,286
<b>Total 2017</b>	7,943	110,343	118,286	

**9. Net income/(expenditure)**

This is stated after charging:

	2018 £	2017 £
Auditors' remuneration - audit	4,025	3,600

During the year, no Trustees received any remuneration (2017 - £NIL).  
During the year, no Trustees received any benefits in kind (2017 - £NIL).  
During the year, no Trustees received any reimbursement of expenses (2017 - £NIL).

**10. Auditors' remuneration**

The Auditor's remuneration amounts to an Audit fee of £4,025 (2017 - £3,600).

**NORTHAMPTONSHIRE YMCA**  
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**NOTES TO THE FINANCIAL STATEMENTS  
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**11. Staff costs**

Staff costs were as follows:

	2018 £	2017 £
Pension costs (Note 19)	<u>7,804</u>	<u>7,943</u>

The average number of persons employed by the company during the year was as follows:

	2018 No.	2017 No.
	<u>0</u>	<u>0</u>

No employee received remuneration amounting to more than £60,000 in either year.

**12. Investment property**

	Freehold investment property £
<b>Valuation</b>	
At 1 April 2017	1,252,200
Disposals	<u>(427,200)</u>
At 31 March 2018	<u>825,000</u>

The 2018 valuations were made by the Trustees, on an open market value for existing use basis. The directors do not believe that the market value of this investment property as at 31 March 2018 is materially different to the valuation as at 31 March 2017.

The investment property at Derngate had been revalued at 31 March 2017 by professional valuers Aitchison Rafferty. This was valued on a market value basis.

The investment properties, originally acquired and categorised as freehold property, cost £1,416,789 (2017 - £1,867,450).

**NORTHAMPTONSHIRE YMCA**  
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**NOTES TO THE FINANCIAL STATEMENTS  
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**13. Fixed asset investments**

	Unlisted securities £
<b>Market value</b>	
At 1 April 2017	-
Additions	50,000
Revaluations	(710)
	<u>49,290</u>
At 31 March 2018	<u>49,290</u>
 <b>Investments at market value comprise:</b>	
	2018 £
Unlisted investments	<u>49,290</u>

All the fixed asset investments are held in the UK.

**14. Debtors**

	2018 £	2017 £
Trade debtors	2,722	-
Prepayments and accrued income	5,282	6,137
	<u>8,004</u>	<u>6,137</u>

**15. Creditors: Amounts falling due within one year**

	2018 £	2017 £
Bank loans and overdrafts	27,093	27,093
Trade creditors	5,424	4,869
Amounts owed to group undertakings	309	698
Other taxation and social security	7,492	3,131
Pension scheme deficit	18,358	17,822
Accruals and deferred income	13,466	21,294
	<u>72,142</u>	<u>74,907</u>



**NORTHAMPTONSHIRE YMCA**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2018**

**16. Creditors: Amounts falling due after more than one year**

	2018 £	2017 £
Bank loans	<u>360,892</u>	<u>391,226</u>

Included within the above are amounts falling due as follows:

	2018 £	2017 £
<b>Between one and two years</b>		
Bank loans	<u>27,093</u>	<u>27,093</u>
<b>Between two and five years</b>		
Bank loans	<u>81,279</u>	<u>81,279</u>
<b>Over five years</b>		
Bank loans	<u>252,520</u>	<u>282,854</u>

Creditors include amounts not wholly repayable within 5 years as follows:

	2018 £	2017 £
Repayable by instalments	<u>252,520</u>	<u>282,854</u>

The company has three bank loans.

The first bank loan taken out of £363,075 with National Westminster Bank is repayable over 25 years from December 2006. It is repayable at an interest rate of 1.5% above the base rate.

The second bank loan taken out of £125,000 with National Westminster Bank is repayable over 15 years from September 2007. It is repayable at an interest rate of 1.5% above the base rate.

The third bank loan taken out of £252,000 with National Westminster Bank is repayable over 25 years from May 2010. It is repayable at an interest rate of 1.77% above the base rate.

All loans are secured on the property at 47 - 49 Derngate, Northampton.

**NORTHAMPTONSHIRE YMCA**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2018**

**17. Statement of funds**

**Statement of funds - current year**

	Balance at 1 April 2017 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2018 £
<b>Designated funds</b>						
Cyclical repairs fund	-	-	-	200,000	-	200,000
<b>General funds</b>						
General Funds	656,182	148,142	(126,090)	(200,000)	(710)	477,524
Total Unrestricted funds	656,182	148,142	(126,090)	-	(710)	677,524
Total of funds	656,182	148,142	(126,090)	-	(710)	677,524

The designated funds are as follows:

The cyclical Repairs Fund relates to the Derngate property. This is the Trustees' estimate of the costs that may be incurred given the property is in a conservation zone.

The Brackley Hub Cafe fund was to provide youth and community services through The Hub Brackley.

**Statement of funds - prior year**

	Balance at 1 April 2016 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2017 £
Brackley Hub Cafe	3,677	23,038	(21,027)	(5,688)	-	-
<b>General funds</b>						
General Funds	293,700	102,401	(78,807)	338,888	-	656,182
Revaluation reserve	-	-	-	(333,200)	333,200	-
	293,700	102,401	(78,807)	5,688	333,200	656,182
Brackley Hub Cafe	-	18,450	(18,450)	-	-	-

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2018**

**17. Statement of funds (continued)**

**Summary of funds - current year**

	Balance at 1 April 2017 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2018 £
Designated funds	-	-	-	200,000	-	200,000
General funds	656,182	148,142	(126,090)	(200,000)	(710)	477,524
	<u>656,182</u>	<u>148,142</u>	<u>(126,090)</u>	<u>-</u>	<u>(710)</u>	<u>677,524</u>
	<u>656,182</u>	<u>148,142</u>	<u>(126,090)</u>	<u>-</u>	<u>(710)</u>	<u>677,524</u>

**Summary of funds - prior year**

	Balance at 1 April 2016 £	Income £	Expenditure £	Transfers in/out £	Gains/ (Losses) £	Balance at 31 March 2017 £
Designated funds	3,677	23,038	(21,027)	(5,688)	-	-
General funds	293,700	102,401	(78,807)	5,688	333,200	656,182
	<u>297,377</u>	<u>125,439</u>	<u>(99,834)</u>	<u>-</u>	<u>333,200</u>	<u>656,182</u>
Restricted funds	-	18,450	(18,450)	-	-	-
	<u>297,377</u>	<u>143,889</u>	<u>(118,284)</u>	<u>-</u>	<u>333,200</u>	<u>656,182</u>

**NORTHAMPTONSHIRE YMCA**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2018**

**18. Analysis of net assets between funds**

**Analysis of net assets between funds - current year**

	Unrestricted funds 2018 £	Total funds 2018 £
Fixed asset investments	49,290	49,290
Investment property	825,000	825,000
Current assets	383,119	383,119
Creditors due within one year	(72,142)	(72,142)
Creditors due in more than one year	(360,892)	(360,892)
Provisions for liabilities and charges	(146,851)	(146,851)
	<u>677,524</u>	<u>677,524</u>

**Analysis of net assets between funds - prior year**

	Unrestricted funds 2017 £	Total funds 2017 £
Investment property	1,252,200	1,252,200
Current assets	30,510	30,510
Creditors due within one year	(74,907)	(74,907)
Creditors due in more than one year	(391,226)	(391,226)
Provisions for liabilities and charges	(160,395)	(160,395)
	<u>656,182</u>	<u>656,182</u>

**19. Pension commitments**

Northamptonshire YMCA participated in a contributory pension plan providing benefits based on final pensionable pay for employees of YMCAs in England, Scotland and Wales. The assets of the YMCA Pension Plan are held separately from those of Northamptonshire YMCA and at the year end these were invested in the Mercer Dynamic De-risking Solution, 40% matching portfolio and 60% in the growth portfolio and Schroder (property units only).

The most recent completed three year valuation was as at 1 May 2017. The assumptions used which have the most significant effect on the results of the valuation are those relating to the assumed rates of return on assets held before and after retirement of 3.75% and 2.25% respectively, the increase in pensions in payment of 3.35%, and the average life expectancy from normal retirement age (of 65) for a current male pensioner of 22.2 years, female 24.1 years, and 24.0 years for a male pensioner, female 26.0 years, retiring in 20 years time. The result of the valuation showed that the actuarial value of the assets was £141.2m. This represented 81% of the benefits that had accrued to members.

The Pension Plan was closed to new members and future service accrual with effect from 30 April 2007.

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**NORTHAMPTONSHIRE YMCA**  
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**NOTES TO THE FINANCIAL STATEMENTS  
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**19. Pension commitments (continued)**

With the removal of the salary linkage for benefits all employed deferred members became deferred members as from 1 May 2011.

The valuation prepared as at 1 May 2017 showed that the YMCA Pension Plan had a deficit of £33.6 million. Northamptonshire YMCA has been advised that it will need to make monthly contributions of £1,740 from 1 May 2018. This amount is based on the current actuarial assumptions (as outlined above) and may vary in the future as a result of actual performance of the Pension Plan. The current recovery period is 9 years commencing 1st May 2017.

In addition, Northamptonshire YMCA may have over time liabilities in the event of the non-payment by other participating YMCAs of their share of the YMCA Pension Plan's deficit. It is not possible currently to quantify the potential amount that Northamptonshire YMCA may be called upon to pay in the future.

	Within one year	One to two years	Two to five years	After 5 years	After more than one one year Total	Total 2018	Total 2017
	£	£	£	£	£	£	£
At 31 March 2018	18,356	18,356	55,068	73,427	146,851	165,207	-
At 31 March 2017	17,822	17,822	53,466	89,107	160,395	-	178,217

**20. Related party transactions**

Northamptonshire YMCA has a service level agreement with its parent company, Milton Keynes YMCA Limited, to support its management.

During the year Milton Keynes YMCA Limited invoiced amounts totalling £7,942 (2017 - £17,040) invoiced to Northamptonshire YMCA for accounting and management services.

At the year end, there was £309 (2017 - £698) owed to Milton Keynes YMCA Limited from Northamptonshire YMCA.

**21. Ultimate parent undertaking and controlling party**

The company became a 100% subsidiary of Milton Keynes YMCA Limited from 22 November 2012. The group consolidates its financial statements, copies of which can be obtained from:

63 North Seventh Street  
Central Milton Keynes  
Buckinghamshire  
MK9 2DP