

REGISTERED COMPANY NUMBER: SC310974 (Scotland)
REGISTERED CHARITY NUMBER: SC037617

**Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2016
for
The Pearce Institute**

R A Scott Wheelan & Co.
Chartered Accountants
13 Fitzroy Place
Glasgow
G3 7RW

The Pearce Institute

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for the Year Ended 31 March 2016**

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The Pearce Institute

Report of the Trustees for the Year Ended 31 March 2016

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 31 March 2016. 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

SC310974 (Scotland)

Registered Charity number

SC037617

Registered office

840 - 860 Govan Road
Govan
Glasgow

Trustees

J Adams

J P Allan

Mrs P Chalmers

Miss E H Clark

Ms A M Kaur

M J N Mackay

G P Maguire

A Masterson

Rev Dr M E M McGlynn

T McNally

Ms F J Thomas

I A Macpherson

E W K Donald

Councillor

Engineer

Director

Retired Bookseller

Company Director - resigned 19.10.15

Minister Of Religion

Cultural Services

Manager

Headteacher

Church Minister - resigned 28.5.15

Town Planner

Councillor

Consultant - appointed 28.4.16

Retired - appointed 28.4.16

Company Secretary

Independent examiner

R A Scott Wheelan & Co.

Chartered Accountants

13 Fitzroy Place

Glasgow

G3 7RW

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is a Company Limited by Guarantee which was incorporated on the 26 October 2006 and granted charitable status from 17 November 2006. The company is governed by its Memorandum and Articles of Association dated 27 September 2006 and last updated on the 17 April 2013. Membership is open to any individual aged 18 or over who supports the aims and activities of the company, any user group which uses the services and the facilities of the Pearce Institute and which supports the aims and activities of the company. Each member of the company is required to contribute an amount not exceeding £1 should the company be wound up while he/she is a member, or within one year after he/she ceases to be a member.

Recruitment and appointment of new trustees

The Company's Articles of Association provide for a maximum of twenty trustees. Trustees are elected by the members of the company each year at the Annual General Meeting. Trustees may co-opt additional trustees between Annual General Meetings, if required. There are positions available for representatives of local organisations including Govan Old Parish Church, Govan Community Council, Govan Workspace, Glasgow City Council, and Govan Housing Association. In addition the Directors also have power to appoint representatives from Community Planning, local churches, local Community Councils, local Housing Associations, tenants and other user groups as they see fit. All trustees retire at each annual general meeting but are eligible for re-election.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The trustees, who meet regularly, are responsible for overseeing the running of the charity and employing the staff. In order to facilitate effective and efficient operations, day-to-day management of the Charity is delegated to the Executive Officer, Archie Biggins. Monthly budgets are reviewed by the trustees. The Executive officer reports directly to the Board.

Risk management

A number of policies are in place within the Pearce Institute to minimise risk.

These policies are part of the day-to-day workings of the charity and are subject to an ongoing regular review process. It is the Trustees Opinion that these policies and procedures are sufficient to manage any risk.

OBJECTIVES AND ACTIVITIES

The Pearce Institute, affectionately known as the PI, has been at the heart of Govan community since 1906. The objectives of the PI are to relieve the poverty and advance the education of the residents of Govan in the interests of the advancement of the arts, heritage, culture or science, to provide in the facilities for, and assistance to, voluntary and community organisations in an effort to improve the conditions of life of the residents of Govan.

In furtherance of these objectives, the PI seeks:

To preserve, for the benefit of the general public, the historical, architectural and constructional heritage of the building known as the Pearce Institute;

To provide within Govan and its surrounding area facilities for the provision of leisure activities;

Stimulate the social economy through training and support for employment;

Promote, establish and operate other schemes of a charitable nature for the benefit of the community within Govan.

ACHIEVEMENT AND PERFORMANCE

In the year to March 2016 the Pearce Institute continued to make progress on further stabilisation of the financial position and further expansion of the services available to the Community in Govan within the building.

Throughout 2014 - 2015 the financial projections were vulnerable to the loss of tenancies as a result of consolidation of Health Service Agencies on the opening of the Queen Elizabeth Hospital. However, the staff at the Institute has managed to fill any vacancies quickly and maintain income from office rentals over the period. A management review has also resulted in substantial savings on overheads to ensure that the business ended the financial year with a slight general reserve surplus.

The Institute has, however, made significant progress on a number of fronts with redecoration of the public areas including the entrance halls and toilets and introduced staff uniforms with a new branded logo of the sailing ship that adorns the apex of the MacLeod Hall. We have also introduced training programmes for staff and ensured that all members of staff are paid above the National Living Wage. As a result of the improving position of the Institute finances and the continuing support of Macmillan Supports Cancer the Institute appointed an additional caretaker and this has allowed extension of opening hours to include Friday evening, Saturdays and Sunday from 1.00pm until 4.00pm. The Board anticipate that in the long run the additional costs will result in additional income and provide enhanced services to the community. In addition to these improvements the staff have coordinated an upgrade of the web site and improved marketing of the PI to again secure additional activity and services at the Institute.

One significant new project has been the opening of a youth café on Monday evenings with the full support of an integrated partnership with the Govan Youth information project Glasgow Life and Macmillan @ The Pearce.

**Report of the Trustees
for the Year Ended 31 March 2016**

ACHIEVEMENT AND PERFORMANCE

During the year the Pearce introduced a Coming Home centre for ex - military personnel and this has become a major success since the opening in May by Keith Brown MSP. In addition, the Macmillan @ the Pearce Café was officially opened by Sir Alex Ferguson in June. During his visit Sir Alex toured the entire building and commented that he had been blown away by the number of activities and organisations doing good work at the Institute. Before he left Sir Alex made a substantial donation to the Institute and the directors agreed to use this to upgrade the presentation of the Sir Alex Ferguson Suite on the 1st floor of the east wing. The corridor and all rooms in this suite of offices including the Fairfield Hall have been redecorated and provided with new lighting with each of the rooms named after people that contributed to Sir Alex's success including his parents, his teachers and Boy's Brigade captain. Sir Alex has been made aware of these changes and has thanked the Institute for this gesture.

During the year the Board of Directors undertook a review of governance to update the appointment of Board membership and to ensure that all sections of the Govan community were represented. The report on governance will be presented to the next AGM in October 2016.

Perhaps the most significant event of the year was the inclusion of the Pearce Institute in a pilot project run by Glasgow City Council and the Scottish Council for Voluntary Service in the assessment of community organisations for Keystone Awards. These awards are being set up to establish a management quality assurance for the management of community facilities throughout Glasgow. In March the PI passed all of the necessary sections of the Awards criteria and has been identified as an exemplar community management organisation.

FINANCIAL REVIEW

The Statement of Financial Activities shows a deficit for the year of £45,420 (2015 deficit - £51,131). A total of £2,136,185 was retained in accumulated funds at the year end (2015 - £2,181,605).

Income on the general fund for the year was £193,916 (2015: £178,083) compared with expenditure of £177,019 (2015:£166,604) thus resulting in a surplus of £16,897 (2015 surplus: £11,479). Depreciation of £62,317 (2015: £62,765) was charged to the designated fixed asset fund.

The main source of income for the charity continues to be through the hall lets and the renting of office space to other local charities. Additional funding from Glasgow Council and the Commonwealth Fund were used towards employment cost.

Reserves Policy

The Board believes it should hold around £35,000 in reserves to meet its commitment to staff, and other creditors, should the charity have to dissolve for any reason. The deficit on general reserves at the year end were £1,868 (2015: deficit of £18,765). The Board is aware that current reserves fall significantly short of the target range but are actively pursuing other income sources including further uptake of its facilities to local organisation.

Future Plans

As intimated last year the Board and management of the Pearce Institute have entered discussions with the Glasgow Building Preservation Trust to undertake the next stage in the refurbishment of the building. This will focus on the redecoration of the MacLeod Hall, the installation of a fully equipped kitchen, upgrading of the heating and lighting systems, the upgrading of the reception area to the hall, the external doorways and stonework of the building. Consideration is also being given to the refurbishment of the pipe organ in the hall in reflection of the importance and quality of the pipe organ in the history of the Pearce. These works are considered essential to increase the use of the building for weddings, conferences, dinners and other events to increase the use of the facility by the local community.

Work will also be undertaken on a continuing programme of maintenance and upgrading of all other areas of the building as funds allow. In this context the Board and management are committed to progressing with new marketing initiatives and to monitor closely the performance of the Institute to secure the long term viability of the building.

The Board of Directors are well aware of the contribution of Mr Archie Biggins and his staff in the continuing success of the Pearce Institute and have undertaken to ensure that appropriate training programmes are available to staff to help them develop their careers at the PI.

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

The Pearce Institute

**Report of the Trustees
for the Year Ended 31 March 2016**

Approved by order of the board of trustees on 30/6/16..... and signed on its behalf by:


.....
T McNally - Trustee

**Independent Examiner's Report to the Trustees of
The Pearce Institute**

I report on the accounts for the year ended 31 March 2016 set out on pages six to fourteen.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity's trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under Section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
- to keep accounting records in accordance with Section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
 - to prepare accounts which accord with the accounting records and to comply with Regulation 8 of the 2006 Accounts Regulations

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Alexander C Wheelan
Chartered Accountant
R A Scott Wheelan & Co.
Chartered Accountants
13 Fitzroy Place
Glasgow
G3 7RW



Date: 30/6/16

Signed copy by accountant

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 - to prepare accounts which accord with the accounting records and to comply with Regulation 8 of the 2006 Accounts Regulations

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Alexander C Wheelan
Chartered Accountant
R A Scott Wheelan & Co.
Chartered Accountants
13 Fitzroy Place
Glasgow
G3 7RW

Date:

Statement of Financial Activities
for the Year Ended 31 March 2016

				2016	2015	
	Not es	Unrestricted fund £	Designated Assets Fund - Building £	Restricted funds £	Total funds £	Total funds £
INCOMING RESOURCES						
Incoming resources from generated funds						
Voluntary income	2	10,048	-	37,023	47,071	29,357
Incoming resources from charitable activities						
Local Community Regeneration	3	183,678	-	-	183,678	178,031
Other incoming resources		<u>190</u>	<u>-</u>	<u>-</u>	<u>190</u>	<u>2</u>
Total incoming resources		193,916	-	37,023	230,939	207,390
RESOURCES EXPENDED						
Charitable activities						
Local Community Regeneration	4	175,873	62,317	37,023	275,213	256,397
Governance costs	6	<u>1,146</u>	<u>-</u>	<u>-</u>	<u>1,146</u>	<u>2,124</u>
Total resources expended		<u>177,019</u>	<u>62,317</u>	<u>37,023</u>	<u>276,359</u>	<u>258,521</u>
NET INCOMING/(OUTGOING) RESOURCES		16,897	(62,317)	-	(45,420)	(51,131)
RECONCILIATION OF FUNDS						
Total funds brought forward		<u>(18,765)</u>	<u>2,197,875</u>	<u>2,495</u>	<u>2,181,605</u>	<u>2,232,736</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>(1,868)</u></u>	<u><u>2,135,558</u></u>	<u><u>2,495</u></u>	<u><u>2,136,185</u></u>	<u><u>2,346,477</u></u>

The Pearce Institute

**Balance Sheet
At 31 March 2016**

				2016	2015	
	Not es	Unrestricted fund £	Designated Assets Fund - Building £	Restricted funds £	Total funds £	Total funds £
FIXED ASSETS						
Tangible assets	10	466	2,135,558	-	2,136,024	2,198,651
CURRENT ASSETS						
Debtors	11	23,645	-	-	23,645	9,383
Cash at bank and in hand		<u>3,366</u>	<u>-</u>	<u>2,495</u>	<u>5,861</u>	<u>16,510</u>
		27,011	-	2,495	29,506	25,893
CREDITORS						
Amounts falling due within one year	12	(29,345)	-	-	(29,345)	(42,939)
NET CURRENT ASSETS/(LIABILITIES)		<u>(2,334)</u>	<u>-</u>	<u>2,495</u>	<u>161</u>	<u>(17,046)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(1,868)</u>	<u>2,135,558</u>	<u>2,495</u>	<u>2,136,185</u>	<u>2,181,605</u>
NET ASSETS		<u>(1,868)</u>	<u>2,135,558</u>	<u>2,495</u>	<u>2,136,185</u>	<u>2,181,605</u>
FUNDS	14					
Unrestricted funds					2,133,690	2,179,110
Restricted funds					<u>2,495</u>	<u>2,495</u>
TOTAL FUNDS					<u>2,136,185</u>	<u>2,181,605</u>

The notes form part of these financial statements

The Pearce Institute

**Balance Sheet - continued
At 31 March 2016**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2016.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2016 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 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 Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 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 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Board of Trustees on 30/6/16..... and were signed on its behalf by:


.....
T McNally - Trustee

**Notes to the Financial Statements
for the Year Ended 31 March 2016**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements are prepared on the basis of historical cost and in accordance with,

- (a) the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended);
- (b) Accounting and Reporting by Charities' - Statement of Recommended Practice (effective April 2008) - second edition and Financial Reporting Standard for Smaller Entities (FRSSE) (Effective April 2008)
- (c) and the Companies Act 2006.

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. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant. Such income is only deferred when the donor specifies that the grant or donation only be used in future accounting period.

Donated services and facilities are included at the value to the charity where this can be quantified, The value of services provided by volunteers has not been included.

Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.

Capital grants, also included in voluntary income, are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Capital grants are not capitalised but are recognised and held in the designated assets fund and utilised by the charity to fund its fixed assets over their useful life.

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

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

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

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

Expenditure is recognised on an accruals basis then a liability is incurred. Expenditure includes VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Governance costs include the preparation and examination of the statutory accounts, the cost of trustee meetings and the cost of any legal advice to trustees on governance or constitutional matters.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Land and buildings	- 7 - 40 years
Plant and machinery etc	- 15% on cost

Taxation

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

Fund accounting

(a) Unrestricted Funds are those that may be used at the discretion of the trustees in furtherance of the objects of the charity.

(b) Designated funds are unrestricted funds which the charity has set aside for specific purposes. For administrative convenience only, the charity has decided to hold its fixed assets in a designated fund.

(c) Restricted funds may only be used by specific purposes. Restrictions arise when specified by the donor or when funds are raised for specific purposes. During the year the charity administered seven restricted funds and further information on these are in Note 17.

2. VOLUNTARY INCOME

	2016 £	2015 £
Donations	10,048	50
Grants	<u>37,023</u>	<u>29,307</u>
	<u>47,071</u>	<u>29,357</u>

Grants received, included in the above, are as follows:

	2016 £	2015 £
SCVO - Grant for Salaries	-	2,289
GCC Integrated Grants	25,648	16,480
Common Wealth Job Fund	2,375	10,538
GCC Community Facilities	<u>9,000</u>	<u>-</u>
	<u>37,023</u>	<u>29,307</u>

3. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	2016 £	2015 £
Hall Lets	64,837	69,021
Office Rent	<u>118,841</u>	<u>109,010</u>
	<u>183,678</u>	<u>178,031</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

4. CHARITABLE ACTIVITIES COSTS

	Direct costs	Support costs (See note 5)	Totals
	£	£	£
Local Community Regeneration	<u>115,986</u>	<u>159,227</u>	<u>275,213</u>

5. SUPPORT COSTS

	Property	Admin	Totals
	£	£	£
Local Community Regeneration	<u>150,990</u>	<u>8,237</u>	<u>159,227</u>

Support costs, included in the above, are as follows:

	2016 Local Community Regeneration £	2015 Local Community Regeneration £
Cleaning	1,173	1,241
Insurance	16,943	16,509
Repairs and Maintenance	33,275	22,124
Water Rates	4,135	7,019
Electricity and Gas	32,837	39,078
Depreciation of tangible and heritage assets	62,627	62,765
Miscellaneous Expenses	1,269	5,138
Printing and Stationery	1,518	2,173
Licences and Subscriptions	514	622
Telephone	3,728	2,623
Postage	8	26
Travelling	576	354
Professional fees		4,506
Bank Interest and Charges	<u>624</u>	<u>694</u>
	<u>159,227</u>	<u>164,872</u>

6. GOVERNANCE COSTS

	2016 £	2015 £
Independent Examination	1,500	1,300
Legal fees	<u>(354)</u>	<u>824</u>
	<u>1,146</u>	<u>2,124</u>

7. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	2016 £	2015 £
Depreciation - owned assets	<u>62,627</u>	<u>62,765</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2016 nor for the year ended 31 March 2015.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2016 nor for the year ended 31 March 2015.

9. STAFF COSTS

	2016 £	2015 £
Wages and salaries	109,721	86,865
Social security costs	<u>6,265</u>	<u>4,660</u>
	<u>115,986</u>	<u>91,525</u>

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

2016	2015
<u>6</u>	<u>5</u>

No employees received emoluments in excess of £60,000.

10. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 April 2015 and 31 March 2016	<u>2,498,214</u>	<u>1,086</u>	<u>2,499,300</u>
DEPRECIATION			
At 1 April 2015	300,184	465	300,649
Charge for year	<u>62,472</u>	<u>155</u>	<u>62,627</u>
At 31 March 2016	<u>362,656</u>	<u>620</u>	<u>363,276</u>
NET BOOK VALUE			
At 31 March 2016	<u>2,135,558</u>	<u>466</u>	<u>2,136,024</u>
At 31 March 2015	<u>2,198,030</u>	<u>621</u>	<u>2,198,651</u>

The Pearce Institute is a community building gifted to the people of Govan by Lady Pearce in 1906. The building is held in Trust by the Charity and is Grade A Listed.

The building structure has no cost allocated to it as due to the present condition of the building this is not deemed appropriate.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016	2015
	£	£
Trade debtors	13,028	9,343
Other debtors	<u>10,617</u>	<u>40</u>
	<u>23,645</u>	<u>9,383</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2016	2015
	£	£
Bank loans and overdrafts	-	4,247
Trade creditors	4,193	12,963
Other creditors	20,000	20,031
Accrued expenses	<u>5,152</u>	<u>5,698</u>
	<u>29,345</u>	<u>42,939</u>

13. SECURED DEBTS

The following secured debts are included within creditors:

	2016	2015
	£	£
Bank loans	<u>-</u>	<u>4,092</u>

14. MOVEMENT IN FUNDS

	At 1/4/15	Net movement in funds	At 31/3/16
	£	£	£
Unrestricted funds			
General fund	(18,765)	16,897	(1,868)
Designated Assets Fund - Building	<u>2,197,875</u>	<u>(62,317)</u>	<u>2,135,558</u>
	2,179,110	(45,420)	2,133,690
Restricted funds			
Restricted Funds - Roofing Project	2,495	-	2,495
	<u>2,181,605</u>	<u>(45,420)</u>	<u>2,136,185</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2016

14. 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	193,916	(177,019)	16,897
Designated Assets Fund - Building	<u>-</u>	<u>(62,317)</u>	<u>(62,317)</u>
	193,916	(239,336)	(45,420)
Restricted funds			
GCC Integrated Grants	25,648	(25,648)	-
Common Wealth Job Fund	2,375	(2,375)	-
GCC Community Facilities	<u>9,000</u>	<u>(9,000)</u>	<u>-</u>
	37,023	(37,023)	-
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>230,939</u>	<u>(276,359)</u>	<u>(45,420)</u>

Purposes of unrestricted funds

Unrestricted funds are those that may be used at the discretion of the trustees in furtherance of the objects of the charity.

Purposes of restricted funds

The Roofing project funding was received towards the costs of the roof restoration.

The GCC Integrated Grant Fund was awarded to contribute towards the costs of the Executive Officer.

Common wealth Funds represent funding provided for the costs of any new employees over 50 years old and graduates.

Purposes of designated funds

Represents the net book value of the major repairs to the Pearce Institute that have been capitalised. The outgoing resources represent depreciation on the property in the period.

15. RELATED PARTY DISCLOSURES

No remuneration was paid to the trustees or connected persons during the year (2015 £Nil).

No expenses were paid to the trustees or connected persons during the year (2015 £Nil).

16. GOING CONCERN

The charity has a £1,868 deficit on general funds. In addition, the most recent cash flow projections indicate a deficit in the current year. The charity is also reliant on current and financial support from creditors and funders. On the basis of decisions made by the trustees to increase income and reduce costs, they consider that the charity will be able to continue to operate from its existing funds. On this basis the trustees consider it appropriate to prepare the financial statements on a going concern basis. The financial statements do not include any adjustments that would be necessary should the charity be unable to continue to operate from its existing funds.

The Pearce Institute

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2016**

	2016 £	2015 £
INCOMING RESOURCES		
Voluntary income		
Donations	10,048	50
Grants	<u>37,023</u>	<u>29,307</u>
	47,071	29,357
Incoming resources from charitable activities		
Hall Lets	64,837	69,021
Office Rent	<u>118,841</u>	<u>109,010</u>
	183,678	178,031
Other incoming resources		
Catering Income	<u>190</u>	<u>2</u>
Total incoming resources	230,939	207,390
RESOURCES EXPENDED		
Charitable activities		
Wages	109,721	86,865
Social security	<u>6,265</u>	<u>4,660</u>
	115,986	91,525
Governance costs		
Independent Examination	1,500	1,300
Legal fees	<u>(354)</u>	<u>824</u>
	1,146	2,124
Support costs		
Property		
Cleaning	1,173	1,241
Insurance	16,943	16,509
Repairs and Maintenance	33,275	22,124
Water Rates	4,135	7,019
Electricity and Gas	32,837	39,078
Freehold property - depreciation	62,472	62,610
Fixtures and fittings - depreciation	<u>155</u>	<u>155</u>
	150,990	148,736
Admin		
Miscellaneous Expenses	1,269	5,138
Printing and Stationery	1,518	2,173
Licences and Subscriptions	514	622
Telephone	3,728	2,623
Postage	8	26
Carried forward	7,037	10,582

This page does not form part of the statutory financial statements

The Pearce Institute

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2016**

	2016	2015
	£	£
Finance		
Brought forward	7,037	10,582
Travelling	576	354
Bank Interest and Charges	<u>624</u>	<u>694</u>
	8,237	11,630
Professional Fees	<u>-</u>	<u>4,506</u>
Total resources expended	276,359	258,521
	<u> </u>	<u> </u>
Net expenditure	<u>(45,420)</u>	<u>(51,131)</u>