

REGISTERED COMPANY NUMBER: SC193204 (Scotland)
REGISTERED CHARITY NUMBER: SC029531

OCEAN YOUTH TRUST (SCOTLAND)
REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 MARCH 2018

OCEAN YOUTH TRUST (SCOTLAND)

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FOR THE YEAR ENDED 31 MARCH 2018**

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OCEAN YOUTH TRUST (SCOTLAND)

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 MARCH 2018**

TRUSTEES

D J Anderson (Chairman)
M A McNeill (Treasurer)
G B Fisher
N S Fleming
S D M McGonigle
D C McKay (resigned 31.5.18)
B Robertson
S A Young
G L O'Neil (resigned 14.12.17)
R H Philips
H M Prince
L J Aitkenhead (appointed 4.11.17)

REGISTERED OFFICE

Victoria House
5 East Blackhall Street
GREENOCK
PA15 1HD

REGISTERED COMPANY NUMBER

SC193204 (Scotland)

REGISTERED CHARITY NUMBER

SC029531

AUDITORS

Cook & Co, Chartered Accountants
Statutory Auditor
Abercorn House, 79 Renfrew Road
Paisley
PA3 4DA

OCEAN YOUTH TRUST (SCOTLAND)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2018

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 2018. 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

Objectives and aims

Ocean Youth Trust (Scotland) exists to inspire young people through the challenge of adventure under sail. Residential voyages aboard its fleet of sail training vessels provide a uniquely powerful and extremely effective environment for personal development for young people of diverse backgrounds and abilities.

Achievements and performance

2017 was a very successful year for Ocean Youth Trust Scotland. The Trust inspired 785 young people aged 12-25 (576 in 2016) who sailed on 74 youth voyages (56 in 2016) and 19 training voyages for young sea staff volunteers. These young people completed a total of 759 RYA qualifications (555 in 2016).

The On Course with CashBack Programme moved into its second phase and continued to be a huge success in 2017 with 108 disadvantaged young people from 12 local authorities across Scotland completing the programme and gaining 972 SQA Level 3 qualifications (564 in 2016). In addition these young people claimed a total of 10,800 hours towards the Young Scot Saltire Award Scheme.

Our wonderful volunteers contributed over 26,500 hours of voluntary work in a wide range of roles ashore and afloat and gained a total of 161 RYA qualifications.

FINANCIAL REVIEW

PRINCIPAL FUNDING SOURCES

Ocean Youth Trust (Scotland) is very appreciative of the valuable donations we receive from a wide range of organisations and individuals. Without this valuable support, we would not be able to keep our sail training vessels in such good condition, and offer so many opportunities to young people from diverse communities and backgrounds. A big thank you to all who have helped us in many different ways.

The principal funding sources for the charity during the year were grants and donations from:

Our Patrons Curly and Barbara Mills
Association of Sail Training Organisations
BBC Children in Need
The Crerar Hotels Trust
Hugh Fraser Foundation
The John Scott Charitable Trust
The Worshipful Company of Shipwrights
The Dulverton Trust
Awards for All
The Gannochy Trust
The Incorporation of Bonnetmakers and Dyers of Glasgow
The Merchants House of Glasgow
Glasgow Airport FlightPath Fund
Inverclyde Council
KPMG
The crews and sponsors of our sailing events
Ocean Youth Trust Scotland Shore groups
The Scottish Government through CashBack for Communities
RBS Skills and Opportunities Fund
Youthlink Scotland
Whirlwind Charitable Trust
The Big Lottery Fund
The Barcapel Foundation

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

**FINANCIAL REVIEW
RESERVES POLICY**

The Trust's policy is to maintain a level of unrestricted reserves equivalent to three months' operating costs, excluding depreciation. At £178,307 our General Reserves meet that objective. Depreciation is charged against assets already capitalised, and these Designated Reserves stand at £222,180. The balance of our Reserves are held in a Vessel Replacement Fund, and this year that has increased to £488,275. There are no restricted fund balances as at 31st March 2018.

FINANCIAL REVIEW

The Statement of Financial Activities on page 7 shows a surplus of Income over Expenditure for the year of £12,836 (2017: £40,929). We are ever mindful of the need for tight fiscal controls, but also must continue to invest in our vessels to maintain them to the very highest standard. As always it is a balancing act. We are very fortunate in benefitting from the generosity of regular funders, and continue to work hard to attract new supporters.

Our total reserves stand at £888,762 (2017: £875,926). £222,180 (2017: £231,779) is represented by the value of our vessels and other assets, the General Fund is similar to last year at £178,307 (2017: £177,147), and the Vessel replacement Fund has increased from £467,000 to £488,275.

FUTURE PLANS

In 2017 the Trust embarked on a new five year strategy, setting out the key themes that we will prioritise until 2021. This strategy continues to provide a clear direction for the charity, which remains unaltered.

The Trust will provide opportunities at sea for more than 700 young people, supporting them with a range of SQA and RYA qualifications.

As we approach our 20th anniversary year as Ocean Youth Trust Scotland, we will continue to invest in our fleet of vessels, operating Alba Venturer and Alba Explorer for Youth Work voyages.

Alba Volunteer will continue to be used for training our wide volunteer base, delivering a varied programme of RYA qualifications.

**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 INDUCTION OF TRUSTEES

Ocean Youth Trust (Scotland) actively seeks to recruit new Trustees who will have certain skills and abilities that will enable the organisation to work towards the achievement of its aims. Potential new trustees are primarily sourced through contacts given and recommendations made by existing trustees.

All new trustees receive a thorough induction including a tour of the Trust's vessels and the opportunity to meet with all of the staff. They are given previous copies of the Trust meeting minutes and other associated information with which they can familiarise themselves.

ORGANISATIONAL STRUCTURE

The charity is organised so that the directors meet regularly to arrange its affairs. The management of the organisation is delegated to the Chief Executive. We are immensely grateful to our staff, members, volunteers and supporters for their huge contribution towards the ongoing success of the Trust.

RISK MANAGEMENT

The trustees actively review the major risks faced by the Charity on a regular basis - financial, operational and business. From the review the trustees continue to update and establish procedures to mitigate the risks identified as a result of this review.

OCEAN YOUTH TRUST (SCOTLAND)

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

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Ocean Youth Trust (Scotland) for the purposes of company law) are responsible for preparing the Report of the Trustees 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 which 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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and 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 business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

In so far as the trustees are aware:

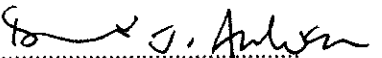
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Cook & Co, Chartered Accountants, 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 30/9/18 and signed on its behalf by:


.....
D J Anderson (Chairman) - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES AND MEMBERS OF OCEAN YOUTH TRUST (SCOTLAND)

Opinion

We have audited the financial statements of Ocean Youth Trust (Scotland) (the 'charitable company') for the year ended 31 March 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (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, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 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 UK, including the FRC's Ethical Standard, and the provisions available for small entities, in the circumstances set out in note 23 to the financial statements, 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.

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.

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 Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and 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, 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 Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the 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 Report of the Trustees.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES AND MEMBERS OF
OCEAN YOUTH TRUST (SCOTLAND)**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the charitable company has not kept proper and adequate 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 or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, 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.

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.

Our 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 a Report of the Independent Auditors 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. This description forms part of our Report of the Independent Auditors.

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, and to the charitable company'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 trustees 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 the charitable company's members and trustees as a body, for our audit work, for this report, or for the opinions we have formed.

William Vernall

William Vernall BA CA (Senior Statutory Auditor)
for and on behalf of Cook & Co, Chartered Accountants
Statutory Auditor

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Abercorn House, 79 Renfrew Road
Paisley
PA3 4DA

Date: 30/9/18

OCEAN YOUTH TRUST (SCOTLAND)

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

	Notes	Designated £	Unrestricted £	Restricted £	31.3.18 Total funds £	31.3.17 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	-	100,334	310,576	410,910	365,577
Charitable activities	5					
Education and personal development of young people		-	352,872	36,265	389,137	415,299
Other trading activities	3	-	70,845	-	70,845	76,958
Investment income	4	-	2,397	-	2,397	4,323
Other income	6	-	-	-	-	188
Total		-	526,448	346,841	873,289	862,345
EXPENDITURE ON						
Charitable activities	7					
Education and personal development of young people		-	452,482	397,823	850,305	801,547
Other	10	10,148	-	-	10,148	19,869
Total		10,148	452,482	397,823	860,453	821,416
NET INCOME/(EXPENDITURE)		(10,148)	73,966	(50,982)	12,836	40,929
Transfers between funds	21	21,824	(72,806)	50,982	-	-
Net movement in funds		11,676	1,160	-	12,836	40,929
RECONCILIATION OF FUNDS						
Total funds brought forward		698,779	177,147	-	875,926	834,997
TOTAL FUNDS CARRIED FORWARD		<u>710,455</u>	<u>178,307</u>	<u>-</u>	<u>888,762</u>	<u>875,926</u>

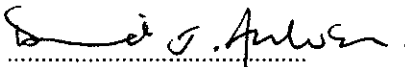
The notes form part of these financial statements

**BALANCE SHEET
AT 31 MARCH 2018**

	Notes	31.3.18 £	31.3.17 £
FIXED ASSETS			
Tangible assets	15	222,180	231,779
CURRENT ASSETS			
Stocks	16	-	16,200
Debtors	17	80,244	94,981
Cash at bank	18	<u>879,433</u>	<u>837,746</u>
		959,677	948,927
CREDITORS			
Amounts falling due within one year	19	(293,095)	(304,780)
NET CURRENT ASSETS		<u>666,582</u>	<u>644,147</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		888,762	875,926
NET ASSETS		<u>888,762</u>	<u>875,926</u>
FUNDS	21		
Unrestricted funds:			
General fund		178,307	177,147
Designated Assets Fund		222,180	231,779
Vessel Replacement Fund		<u>488,275</u>	<u>467,000</u>
		888,762	875,926
Restricted funds:		-	-
TOTAL FUNDS		<u>888,762</u>	<u>875,926</u>

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

The financial statements were approved by the Board of Trustees on 30/9/18 and were signed on its behalf by:


D J Anderson (Chairman) -Trustee

OCEAN YOUTH TRUST (SCOTLAND)

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2018

	Notes	31.3.18 £	31.3.17 £
Cash flows from operating activities:			
Cash generated from operations	25	<u>39,839</u>	<u>94,188</u>
Net cash provided by (used in) operating activities		<u>39,839</u>	<u>94,188</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(549)	(590)
Sale of tangible fixed assets		-	608
Interest received		<u>2,397</u>	<u>4,323</u>
Net cash provided by (used in) investing activities		<u>1,848</u>	<u>4,341</u>
Change in cash and cash equivalents in the reporting period		41,687	98,529
Cash and cash equivalents at the beginning of the reporting period		<u>837,746</u>	<u>739,217</u>
Cash and cash equivalents at the end of the reporting period		<u>879,433</u>	<u>837,746</u>

The notes form part of these financial statements

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

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

The financial statements are presented in pounds sterling as that is the currency in which the charity's transactions are denominated.

SIGNIFICANT JUDGEMENTS AND ESTIMATES

The preparation of these financial statements requires the trustees to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

Judgements and estimates are continually evaluated and are based on historical experiences and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

INCOME

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

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.

GRANTS

Revenue grants are recognised in the Statement of Financial Activities so as to match them with the expenditure towards which they are intended to contribute.

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.

Vessels	- 13% on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on cost

For the two large vessels held, the residual value is considered to be greater than stated in the balance sheet, and so there is a £nil depreciation charge in the year to 31st March 2018 for these vessels. This will be kept under review on an annual basis.

STOCKS

Stock represents a vessel donated to the charity, which is stated at the lower of the value of the donation and the net realisable value of the vessel.

TAXATION

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

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018

1. ACCOUNTING POLICIES - continued

FUND ACCOUNTING

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

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

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

PENSION COSTS AND OTHER POST-RETIREMENT BENEFITS

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

2. DONATIONS AND LEGACIES

	31.3.18	31.3.17
	£	£
Donations	59,554	118,390
Gift aid	9,709	9,159
Scottish Government NVOS Fund administered by Youthlink	27,450	17,957
ASTO	18,068	16,990
Other Grants	83,473	78,107
ABS and Delivery Costs Fund	135,656	45,799
Scottish Government Cashback for Communities	<u>77,000</u>	<u>79,175</u>
	<u>410,910</u>	<u>365,577</u>

3. OTHER TRADING ACTIVITIES

	31.3.18	31.3.17
	£	£
Fundraising events	26,441	28,562
Other income	<u>44,404</u>	<u>48,396</u>
	<u>70,845</u>	<u>76,958</u>

4. INVESTMENT INCOME

	31.3.18	31.3.17
	£	£
Deposit account interest	<u>2,397</u>	<u>4,323</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	31.3.18 £	31.3.17 £
Donations	Education and personal development of young people	37,415	57,110
Voyage Fees	Education and personal development of young people	<u>351,722</u>	<u>358,189</u>
		<u>389,137</u>	<u>415,299</u>

6. OTHER INCOME

	31.3.18 £	31.3.17 £
Gain on sale of tangible fixed assets	<u>-</u>	<u>188</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 8) £	Support costs (See note 9) £	Totals £
Education and personal development of young people	<u>755,494</u>	<u>94,811</u>	<u>850,305</u>

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31.3.18 £	31.3.17 £
Staff costs	415,651	392,825
Grant Assisted Berths	66,890	49,044
Volunteer Training	17,561	13,099
Vessels Maintenance and Operational Costs	186,940	161,217
Assisted Berth Scheme funded by Cashback for Communities	<u>68,452</u>	<u>93,851</u>
	<u>755,494</u>	<u>710,036</u>

9. SUPPORT COSTS

	Other £	Governance costs £	Totals £
Education and personal development of young people	<u>77,498</u>	<u>17,313</u>	<u>94,811</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018

9. SUPPORT COSTS - continued

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

Other

	31.3.18	31.3.17
	Education and personal development of young people £	Total activities £
Travel and Telephone Costs	10,632	11,209
Print, Postage and Stationery	2,043	2,015
Office Expenses	36,898	44,574
General Expenses	8,387	4,809
Fundraising Expenses	6,249	7,513
Marketing	3,122	967
Website Development	456	982
Development	<u>9,711</u>	<u>4,344</u>
	<u>77,498</u>	<u>76,413</u>

Governance costs

	31.3.18	31.3.17
	Education and personal development of young people £	Total activities £
Wages	8,378	8,402
Auditors' remuneration	3,200	3,200
Auditors' remuneration for non audit work	950	1,300
Bank charges	1,857	2,196
Legal and professional fees	<u>2,928</u>	<u>-</u>
	<u>17,313</u>	<u>15,098</u>

10. OTHER

	31.3.18	31.3.17
	£	£
Depreciation	<u>10,148</u>	<u>19,869</u>

11. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.3.18	31.3.17
	£	£
Auditors' remuneration	3,200	3,200
Auditors' remuneration for non audit work	950	1,300
Depreciation - owned assets	10,148	19,869
Surplus on disposal of fixed asset	-	(188)
Trustees' remuneration	<u>67,749</u>	<u>66,025</u>

12. TRUSTEES' REMUNERATION AND BENEFITS

During the year, two Trustees received remuneration under contracts of employment with the company (2017: two). No Trustee received remuneration in respect of their duties as Trustees.

TRUSTEES' EXPENSES

During the year, expenses totalling £440 were reimbursed to one trustee (2017: expenses totalling £554 were reimbursed to two trustees).

13. STAFF COSTS

	31.3.18	31.3.17
	£	£
Wages and salaries	378,277	363,400
Social security costs	30,587	28,900
Other pension costs	<u>15,165</u>	<u>8,927</u>
	<u>424,029</u>	<u>401,227</u>

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

The average monthly number of employees during the year was 14.1 (2017: 14.5).

Remuneration and benefits received by key management personnel totalled £115,009 (2017: £123,540).

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Designated £	Unrestricted £	Restricted £	Total funds £
INCOME AND ENDOWMENTS FROM				
Charitable activities				
Donations and legacies	-	151,606	213,971	365,577
Education and personal development of young people				
Other trading activities	-	382,189	33,110	415,299
Investment income	-	76,958	-	76,958
Other income	-	4,323	-	4,323
	<u>188</u>	<u>-</u>	<u>-</u>	<u>188</u>
Total	188	615,076	247,081	862,345
EXPENDITURE ON				
Charitable activities				
Education and personal development of young people				
	-	497,454	304,093	801,547
Other	<u>19,869</u>	<u>-</u>	<u>-</u>	<u>19,869</u>
Total	19,869	497,454	304,093	821,416
NET INCOME/(EXPENDITURE)	(19,681)	117,622	(57,012)	40,929
Transfers between funds	<u>58,982</u>	<u>(115,994)</u>	<u>57,012</u>	<u>-</u>
Net movement in funds	39,301	1,628	-	40,929
RECONCILIATION OF FUNDS				
Total funds brought forward	<u>659,478</u>	<u>175,519</u>	<u>-</u>	<u>834,997</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>698,779</u></u>	<u><u>177,147</u></u>	<u><u>-</u></u>	<u><u>875,926</u></u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018

15. TANGIBLE FIXED ASSETS

	Vessels	Fixtures and fittings	Motor vehicles	Computer equipment	Totals
	£	£	£	£	£
COST					
At 1 April 2017	436,134	10,840	15,489	60,606	523,069
Additions	-	-	-	549	549
At 31 March 2018	<u>436,134</u>	<u>10,840</u>	<u>15,489</u>	<u>61,155</u>	<u>523,618</u>
DEPRECIATION					
At 1 April 2017	214,754	10,170	12,644	53,722	291,290
Charge for year	<u>3,049</u>	<u>259</u>	<u>713</u>	<u>6,127</u>	<u>10,148</u>
At 31 March 2018	<u>217,803</u>	<u>10,429</u>	<u>13,357</u>	<u>59,849</u>	<u>301,438</u>
NET BOOK VALUE					
At 31 March 2018	<u>218,331</u>	<u>411</u>	<u>2,132</u>	<u>1,306</u>	<u>222,180</u>
At 31 March 2017	<u>221,380</u>	<u>670</u>	<u>2,845</u>	<u>6,884</u>	<u>231,779</u>

16. STOCKS

	31.3.18	31.3.17
	£	£
Vessel held for resale	-	<u>16,200</u>

17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.18	31.3.17
	£	£
Trade debtors	625	35,659
Amounts held by support groups	7,025	6,898
VAT	12,320	12,621
Prepayments and accrued income	<u>60,274</u>	<u>39,803</u>
	<u>80,244</u>	<u>94,981</u>

18. CASH AT BANK

	General fund	Vessel Replacement Fund	Total funds	Total funds
	£	£	£	£
Cash held at bank and in hand	12,433	467,000	479,433	837,746
Cash held by investment managers	<u>378,725</u>	<u>21,275</u>	<u>400,000</u>	-
Total	<u>391,158</u>	<u>488,275</u>	<u>879,433</u>	<u>837,746</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018

19. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.18	31.3.17
	£	£
Trade creditors	30,905	35,690
Social security and other taxes	8,483	8,103
VISA	5,426	4,701
Pension Contributions Payable	1,965	1,571
Accrued expenses	9,392	7,256
Deferred income	124,081	98,142
Voyage Fee Creditor	<u>112,843</u>	<u>149,317</u>
	<u>293,095</u>	<u>304,780</u>

20. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Designated	Unrestricted	Restricted	31.3.18 Total funds	31.3.17 Total funds
	£	£	£	£	£
Fixed assets	222,180	-	-	222,180	231,779
Current assets	488,275	471,402	-	959,677	948,927
Current liabilities	<u>-</u>	<u>(293,095)</u>	<u>-</u>	<u>(293,095)</u>	<u>(304,780)</u>
	<u>710,455</u>	<u>178,307</u>	<u>-</u>	<u>888,762</u>	<u>875,926</u>

21. MOVEMENT IN FUNDS

	At 1.4.17	Net movement in funds	Transfers between funds	At 31.3.18
	£	£	£	£
Unrestricted funds				
General fund	177,147	73,966	(72,806)	178,307
Designated Assets Fund	231,779	(10,148)	549	222,180
Vessel Replacement Fund	<u>467,000</u>	<u>-</u>	<u>21,275</u>	<u>488,275</u>
	875,926	63,818	(50,982)	888,762
Restricted funds				
Refit Fund	-	(49,048)	49,048	-
Cashback for Communities Fund	<u>-</u>	<u>(1,934)</u>	<u>1,934</u>	<u>-</u>
	-	(50,982)	50,982	-
TOTAL FUNDS	<u>875,926</u>	<u>12,836</u>	<u>-</u>	<u>888,762</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018

21. 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	526,448	(452,482)	73,966
Designated Assets Fund	-	(10,148)	(10,148)
	<u>526,448</u>	<u>(462,630)</u>	<u>63,818</u>
Restricted funds			
ABS and Delivery Costs Fund	171,921	(171,921)	-
Volunteer Development Fund	27,450	(27,450)	-
ASTO	18,068	(18,068)	-
Salaries Fund	30,502	(30,502)	-
Refit Fund	21,900	(70,948)	(49,048)
Cashback for Communities Fund	<u>77,000</u>	<u>(78,934)</u>	<u>(1,934)</u>
	<u>346,841</u>	<u>(397,823)</u>	<u>(50,982)</u>
TOTAL FUNDS	<u><u>873,289</u></u>	<u><u>(860,453)</u></u>	<u><u>12,836</u></u>

Comparatives for movement in funds

	At 1.4.16 £	Net movement in funds £	Transfers between funds £	At 31.3.17 £
Unrestricted Funds				
General fund	175,519	117,622	(115,994)	177,147
Designated Assets Fund	251,478	(19,681)	(18)	231,779
Vessel Replacement Fund	<u>408,000</u>	<u>-</u>	<u>59,000</u>	<u>467,000</u>
	834,997	97,941	(57,012)	875,926
Restricted Funds				
Refit Fund	-	(35,077)	35,077	-
Cashback for Communities Fund	<u>-</u>	<u>(21,935)</u>	<u>21,935</u>	<u>-</u>
	-	(57,012)	57,012	-
TOTAL FUNDS	<u><u>834,997</u></u>	<u><u>40,929</u></u>	<u><u>-</u></u>	<u><u>875,926</u></u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018**21. MOVEMENT IN FUNDS - continued**

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	615,076	(497,454)	117,622
Designated Assets Fund	<u>188</u>	<u>(19,869)</u>	<u>(19,681)</u>
	615,264	(517,323)	97,941
Restricted funds			
ABS and Delivery Costs Fund	78,909	(78,909)	-
Volunteer Development Fund	17,957	(17,957)	-
ASTO	16,990	(16,990)	-
Salaries Fund	23,000	(23,000)	-
Refit Fund	31,050	(66,127)	(35,077)
Cashback for Communities Fund	<u>79,175</u>	<u>(101,110)</u>	<u>(21,935)</u>
	247,081	(304,093)	(57,012)
	<u>862,345</u>	<u>(821,416)</u>	<u>40,929</u>

The General Fund encompasses all income and expenditure relating to the primary focus activities and administration of the charity, other than those for which funding is restricted.

The Vessel Replacement Fund represents the amount held in preparation for the replacement of a vessel in the early to mid 2020's.

The Designated Assets Fund represents the net book value of the Trust's assets, other than those whose use is restricted.

ABS and Delivery Costs Fund comprises funds given for the purpose of providing financial assistance for places on voyages.

ASTO represents funds given for assisted berths, training and development of staff.

Salaries Fund comprises funds received specifically towards salaries.

Volunteer Development Fund comprises funds received to develop the use of volunteers.

Refit Fund comprises funds received to repair and maintain the trust's vessels.

Cashback for Communities Fund comprises funds received for the purpose of training and developing young people from deprived backgrounds.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2018**21. MOVEMENT IN FUNDS - continued****TRANSFERS BETWEEN FUNDS**

Transfers between the designated assets fund and unrestricted funds represent the net of fixed asset disposal proceeds and addition costs in each year.

In addition, in the years ended 31 March 2017 and 31 March 2018, the trustees transferred a further £59,000 and £21,275 respectively from unrestricted funds to the Vessel Replacement Fund.

Transfers from general funds to the Refit Fund and the Cashback for Communities Fund have been made in both years in order to remove deficits that have arisen on these funds due to the level of expenditure in the year.

22. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2018.

23. APB ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature we use our auditors to assist with the preparation of the financial statements.

24. LIABILITY OF MEMBERS

The company is limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1. At 31 March 2018 there were 297 members (2017: 268 members).

25. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.3.18	31.3.17
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	12,836	40,929
Adjustments for:		
Depreciation charges	10,148	19,869
Profit on disposal of fixed assets	-	(188)
Interest received	(2,397)	(4,323)
Decrease/(increase) in stocks	16,200	(16,200)
Decrease in debtors	14,737	17,724
(Decrease)/increase in creditors	<u>(11,685)</u>	<u>36,377</u>
Net cash provided by (used in) operating activities	<u>39,839</u>	<u>94,188</u>

OCEAN YOUTH TRUST (SCOTLAND)**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2018**

	31.3.18	31.3.17
	£	£
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	59,554	118,390
Gift aid	9,709	9,159
Scottish Government NVOS Fund administered by Youthlink	27,450	17,957
ASTO	18,068	16,990
Other Grants	83,473	78,107
ABS and Delivery Costs Fund	135,656	45,799
Scottish Government Cashback for Communities	<u>77,000</u>	<u>79,175</u>
	410,910	365,577
Other trading activities		
Fundraising events	26,441	28,562
Other income	<u>44,404</u>	<u>48,396</u>
	70,845	76,958
Investment income		
Deposit account interest	2,397	4,323
Charitable activities		
Donations	37,415	57,110
Voyage Fees	<u>351,722</u>	<u>358,189</u>
	389,137	415,299
Other income		
Gain on sale of tangible fixed assets	<u>-</u>	<u>188</u>
Total incoming resources	873,289	862,345
EXPENDITURE		
Charitable activities		
Wages	369,899	354,998
Social security	30,587	28,900
Pensions	15,165	8,927
Grant Assisted Berths	66,890	49,044
Volunteer Training	17,561	13,099
Vessels Maintenance and Operational Costs	186,940	161,217
Assisted Berth Scheme funded by Cashback for Communities	<u>68,452</u>	<u>93,851</u>
	755,494	710,036

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OCEAN YOUTH TRUST (SCOTLAND)**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2018**

	31,318	31,317
	£	£
Other		
Depreciation of tangible fixed assets	10,148	19,869
Support costs		
Other		
Travel and Telephone Costs	10,632	11,209
Print, Postage and Stationery	2,043	2,015
Office Expenses	36,898	44,574
General Expenses	8,387	4,809
Fundraising Expenses	6,249	7,513
Marketing	3,122	967
Website Development	456	982
Development	<u>9,711</u>	<u>4,344</u>
	77,498	76,413
Governance costs		
Wages	8,378	8,402
Auditors' remuneration	3,200	3,200
Auditors' remuneration for non audit work	950	1,300
Bank charges	1,857	2,196
Legal and professional fees	<u>2,928</u>	<u>-</u>
	<u>17,313</u>	<u>15,098</u>
Total resources expended	860,453	821,416
	<hr/>	<hr/>
Net income	<u>12,836</u>	<u>40,929</u>

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