

REGISTERED COMPANY NUMBER: SC235453 (Scotland)
REGISTERED CHARITY NUMBER: SC035832

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE
YEAR ENDED 31 DECEMBER 2016
FOR
THE AYR ARK**

Galbraith Pritchards
Chartered Accountants
20 Barns Street
Ayr
Ayrshire
KA7 1XA

THE AYR ARK

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FOR THE YEAR ENDED 31 DECEMBER 2016**

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THE AYR ARK

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 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 December 2016. 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

The principal activity of the company during the year was to promote the benefit and the spiritual and moral welfare of young people in Ayr.

ACHIEVEMENT AND PERFORMANCE

The Ark has continued throughout 2016 to engage successfully with young people through Friday evening diversionary events, equipping them with life skills through our work with schools and other partners, and empowering them with the experience and confidence to reach for a more positive future for themselves.

Over the course of the year over 3,835 young people were recorded as coming to The Ark, not only in attending our diversionary evening events (an average of 41 attending each weekend for about 46 weeks of the year), but also for the midweek lunch cafés on Wednesdays and Thursdays during school term times (an average of 40 each week during school terms).

Our staff's work with local schools with young people who are at risk of falling into the category of being NEET (i.e. "Not in Education, Employment or Training") through disengaging from school with few if any qualifications, has also developed and become more extensive over the course of the year. In this area of work The Ark's staff are able to provide extra support where it is needed most through working with Prince's Trust xl groups and helping to deliver More Choices More Chances programmes - a facet of the Scottish Government's "Opportunities For All" strategy in which "every 16 to 19-year-old in Scotland has a guaranteed offer of a place in education or training". Working with each of the four Academies (secondary schools) in Ayr with the pupils they have chosen as being most in danger of falling into the NEET category, we deliver project / community-based classes (either with pupils coming into The Ark or our staff going out to the schools). These are designed to help build-up the pupils' confidence and transferable skills. Furthermore, by participating in these classes, the pupils may also achieve an SQA award in personal development, a Saltire award for volunteering, and/or different levels of Youth Achievement awards.

A recent development of our work with young people is through mentoring a small number of young people, who have been identified by their school as being those who should benefit from sessions on a one-to-one basis with someone who is able to give them the time and space to help them overcome issues and problems in their lives.

In recognition of the prevalence of the nature and threats associated with child exploitation on-line, The Ark has ensured that some of its staff are trained and recognised as CEOP Ambassadors. This enables them to deliver to young people in schools and others (including teachers, parents/guardians, etc.) accurate up to date information on important issues such as using the net safely, online privacy, safe social networking, cyberbullying and grooming.

The Ark's ability to deliver this programme depends on the dynamic, and multi-talented nature of the three to four young people who make up The Ark's staff team. Their personalities and interpersonal skills, complemented by the cohesive and supportive network of a small number of committed, like-minded volunteers (ranging in age from 16 to over 60), have enabled the building of strong and positive relationships with many of the young people with whom this corporate 'team' of staff and volunteers comes into contact each week.

FINANCIAL REVIEW

The financial statements are set out on pages 5 to 15.

The Statement of Financial Activities for the year shows total income of £101,391 and total expenditure of £107,228 which results in a net deficit of £5,837. Of this net deficit, expenses of £2,464 were attributable to unrestricted funds and £3,373 was attributable to restricted funds. General reserves now stand at £48,165. An overview of the purpose of the Restricted Funds is detailed in note 16 to the financial statements.

Changes in fixed assets are detailed in note 9 to the financial statements.

THE AYR ARK

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2016

FINANCIAL REVIEW

The Trustees have resolved that, in the interests of The Ark's sustainability, a moderate funds reserve of up to £25,000 be established should the same be required for an unforeseen contingency in the event of the project coming to an end.

FUTURE PLANS

Initially responding primarily to the problem of under-age drinking in Ayrshire, other threats and dangers have arisen for young people over the course of the last twelve years to match or even exceed under-age drinking (such as drugs, legal highs, bullying - both face-to-face and in the cyber world - sexting, child exploitation and grooming, etc.) So, taken together they justify and emphasise the continuing need for The Ark not only in being a location staging safe, diversionary events to steer young people away from those temptations, but also in helping to inform, counsel and mentor young people, in groups or as individuals, towards making positive, healthy life-style choices.

Fundamentally, the future of The Ark always has lain and always will lie in the hands of the young people we aim to work with and serve. For this reason, it is important that we continue to engage with young people 'where they are at', responding to changes in their attitudes, activities and circumstances, and empowering and equipping them to make the most of their lives both in the present and for the future. So, as long as we continue to diversify our work and provide support and services in line with needs and team capacity, the future for the project remains necessary, positive and bright.

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.

The company is limited by guarantee and therefore has no share capital.

Recruitment and appointment of new trustees

Trustees may be drawn from the membership of the company by election at an Annual General Meeting or by appointment by the trustees either to fill a vacancy or as an additional trustee. The trustees may also appoint any non-member as a director.

Organisational structure

The company is governed by its Memorandum and Articles of Association with new directors being put forward by the members of the company for election. The trustees meet frequently to hear of progress on activities and take decisions as necessary and appropriate.

Induction and training of new trustees

New directors undergo an appropriate induction programme to brief them on their obligations under charity and company law and the financial performance of the company.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
SC235453 (Scotland)

Registered Charity number
SC035832

Registered office
4 Wellington Square
Ayr

Trustees

Mr J Lindsay
Mr J Walker
Mr H Mealyea
Mr C Groves

THE AYR ARK

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2016**

REFERENCE AND ADMINISTRATIVE DETAILS

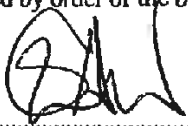
Company Secretary
Mr J Walker

Independent examiner
Alistair Campbell FCCA
Galbraith Pritchards
Chartered Accountants
20 Barns Street
Ayr
Ayrshire
KA7 1XA

Bankers
The Royal Bank of Scotland plc
30 Sandgate
Ayr
KA7 1BY

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 on23/5/17..... and signed on its behalf by:



.....
Mr J Walker - Secretary

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE AYR ARK**

I report on the accounts for the year ended 31 December 2016 set out on pages five to fifteen.

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.

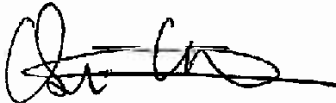
Independent examiner's statement

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.



Alistair Campbell FCCA
Galbraith Pritchards
Chartered Accountants
20 Barns Street
Ayr
Ayrshire
KA7 1XA

Date: 21/6/17

THE AYR ARK**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2016**

	Notes	Unrestricted fund £	Restricted funds £	31/12/16 Total funds £	31/12/15 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	70,510	12,446	82,956	71,906
Other trading activities	3	18,412	-	18,412	15,144
Investment income	4	23	-	23	28
Total		<u>88,945</u>	<u>12,446</u>	<u>101,391</u>	<u>87,078</u>
EXPENDITURE ON					
Charitable activities					
Activities Undertaken Directly		92,579	13,731	106,310	99,409
Support Costs		918	-	918	918
Total		<u>93,497</u>	<u>13,731</u>	<u>107,228</u>	<u>100,327</u>
NET INCOME/(EXPENDITURE)		<u>(4,552)</u>	<u>(1,285)</u>	<u>(5,837)</u>	<u>(13,249)</u>
Transfers between funds	13	2,088	(2,088)	-	-
Net movement in funds		<u>(2,464)</u>	<u>(3,373)</u>	<u>(5,837)</u>	<u>(13,249)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>50,630</u>	<u>11,655</u>	<u>62,285</u>	<u>75,534</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>48,166</u></u>	<u><u>8,282</u></u>	<u><u>56,448</u></u>	<u><u>62,285</u></u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

THE AYR ARK

**BALANCE SHEET
AT 31 DECEMBER 2016**

	Notes	Unrestricted fund £	Restricted funds £	31/12/16 Total funds £	31/12/15 Total funds £
FIXED ASSETS					
Tangible assets	9	6,730	2,297	9,027	12,036
CURRENT ASSETS					
Stocks	10	960	-	960	1,014
Debtors	11	1,045	-	1,045	2,101
Cash at bank and in hand		42,539	5,986	48,525	49,820
		<u>44,544</u>	<u>5,986</u>	<u>50,530</u>	<u>52,935</u>
CREDITORS					
Amounts falling due within one year	12	(3,109)	-	(3,109)	(2,686)
		<u>41,435</u>	<u>5,986</u>	<u>47,421</u>	<u>50,249</u>
NET CURRENT ASSETS					
		<u>48,165</u>	<u>8,283</u>	<u>56,448</u>	<u>62,285</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>48,165</u>	<u>8,283</u>	<u>56,448</u>	<u>62,285</u>
NET ASSETS					
		<u>48,165</u>	<u>8,283</u>	<u>56,448</u>	<u>62,285</u>
FUNDS					
Unrestricted funds	13			48,165	50,630
Restricted funds				8,283	11,655
				<u>56,448</u>	<u>62,285</u>
TOTAL FUNDS					

The notes form part of these financial statements

THE AYR ARK

**BALANCE SHEET - CONTINUED
AT 31 DECEMBER 2016**

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

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 December 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.

The financial statements were approved by the Board of Trustees on 23/5/17 and were signed on its behalf by:



.....
Mr J Walker -Trustee



.....
Mr C Groves -Trustee

The notes form part of these financial statements

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.

In preparing the financial statements, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required. The Trustees have reviewed the transactions and have determined that no amendment to the comparative figures is required.

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.

Tangible fixed assets

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

Long leasehold	- 10% on cost
Improvements to property	- 25% on reducing balance
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance

Assets costing more than £500 are capitalised.

Stocks

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

Taxation

The company is a registered charity and is accordingly exempt from taxation on income which is applied for charitable purposes. The company is not registered for Value Added Tax and, accordingly, any such irrecoverable tax is included in the expenditure concerned.

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.

1. ACCOUNTING POLICIES - continued

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.

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.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2016

2. DONATIONS AND LEGACIES

	31/12/16	31/12/15
	£	£
Donations	<u>82,956</u>	<u>71,906</u>
Dr Guthrie's Association	2,000	-
The Hedley Foundation	-	800
The Silverhill Trust	10,000	-
Percy Bilton Charity	-	3,745
Foundation Scotland	-	80
Lloyds TSB Foundation	4,500	4,000
Charmwood Trust	500	500
The Joseph Rank Trust	-	10,000
Ayrshire Houses Trust	400	400
Ayr Baptist Church	5,000	1,000
Ayr St Leonard's Church	337	411
St Ninian's Episcopal Church	100	1,200
Riverside Evangelical Church	644	675
St Nicholas Church, Prestwick	519	-
Go For It Fund	9,000	10,000
Ayr St Andrew's Church	200	223
Fisherton Parish Church	135	-
Church of God	200	-
Monkton & Prestwick North Church	357	-
Joint Churches Advertising Account	1,675	-
Ayr Presbyterial Council	2,500	-
New Prestwick Baptist Church	107	-
Ayr St Columba's Church	214	-
Southside Christian Fellowship	428	-
Youthlink Scotland	1,500	-
Ayr Free Church	-	320
John D Scott's Trust	15,000	15,000
Newton Wallacetown Church	1,788	1,912
The Mickel Fund	-	2,000
Taltcg Ltd	750	750
South Ayrshire Council	2,000	4,653
The Asda Foundation	200	-
The Garfield Weston Foundation	10,000	-
The Souter Charitable Trust	5,000	-
Gary McCleary Ltd	150	-
Ross & Liddell Ltd	-	480
SmithKlein Beechams	-	750
Fort Seafield & Wallacetown Community Council	50	50
Ayr Gospel Singers	-	100
Ayr Grammer	-	11
EasyFundRaising.org.uk	27	19
The Gannochy Trust	-	10,000
Ayr Rotary Club	300	-
The Rotary Club of Alloway	600	-
Other Donations	<u>6,775</u>	<u>2,827</u>
Total	<u>82,956</u>	<u>71,906</u>

THE AYR ARK

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2016

2. DONATIONS AND LEGACIES - continued

3. OTHER TRADING ACTIVITIES

	31/12/16	31/12/15
	£	£
Operating Income	18,412	15,144

4. INVESTMENT INCOME

	31/12/16	31/12/15
	£	£
Deposit account interest	23	28

5. NET INCOME/(EXPENDITURE)

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

	31/12/16	31/12/15
	£	£
Depreciation - owned assets	3,009	4,014

6. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

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

7. STAFF COSTS

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

	31/12/16	31/12/15
Average number of staff	4	4

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

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund	Restricted funds	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	63,131	8,775	71,906
Other trading activities	15,144	-	15,144
Investment income	28	-	28
Total	78,303	8,775	87,078

THE AYR ARK

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2016**

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
EXPENDITURE ON			
Charitable activities			
Activities Undertaken Directly	84,411	14,998	99,409
Support Costs	918	-	918
Total	85,329	14,998	100,327
NET INCOME/(EXPENDITURE)	(7,026)	(6,223)	(13,249)
RECONCILIATION OF FUNDS			
Total funds brought forward	57,656	17,878	75,534
TOTAL FUNDS CARRIED FORWARD	50,630	11,655	62,285

9. TANGIBLE FIXED ASSETS

	Long leasehold £	Improvements to property £	Plant and machinery £	Fixtures and fittings £	Totals £
COST					
At 1 January 2016 and 31 December 2016	60,000	32,868	54,347	15,748	162,963
DEPRECIATION					
At 1 January 2016	60,000	28,020	48,046	14,861	150,927
Charge for year	-	1,212	1,575	222	3,009
At 31 December 2016	60,000	29,232	49,621	15,083	153,936
NET BOOK VALUE					
At 31 December 2016	-	3,636	4,726	665	9,027
At 31 December 2015	-	4,848	6,301	887	12,036

10. STOCKS

	31/12/16 £	31/12/15 £
Stocks	960	1,014

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2016

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/16	31/12/15
	£	£
Prepayments	1,045	2,101
	<u> </u>	<u> </u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/12/16	31/12/15
	£	£
Other creditors	590	1,169
Accrued expenses	2,519	1,517
	<u> </u>	<u> </u>
	<u>3,109</u>	<u>2,686</u>

13. MOVEMENT IN FUNDS

	At 1/1/16	Net movement	Transfers	At 31/12/16
	£	in funds	between funds	£
		£	£	
Unrestricted funds				
General fund	50,630	(4,553)	2,088	48,165
Restricted funds				
Cultural Arts Project	729	(136)	-	593
Bridge Project	45	(11)	-	34
Rainbow Project	105	(26)	-	79
Staffing - Outreach Worker	2,000	-	(2,000)	-
Ark Capture	209	(52)	-	157
SAC Football Project	88	-	(88)	-
SAC - CPP Community Development Fund	19	1,520	-	1,539
SAC - Computer grant	2,160	(540)	-	1,620
Community Education	6,300	(6,300)	-	-
Mentoring	-	4,261	-	4,261
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	11,655	(1,284)	(2,088)	8,283
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>62,285</u>	<u>(5,837)</u>	<u>-</u>	<u>56,448</u>

THE AYR ARK**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2016****13. 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	88,945	(93,498)	(4,553)
Restricted funds			
SAC - CPP Community Development Fund	2,300	(780)	1,520
Summer Holidays Programme	1,645	(1,645)	-
Weekend events	1,500	(1,500)	-
Twelve24 Mission Week	2,500	(2,500)	-
Mentoring	4,501	(240)	4,261
Cultural Arts Project	-	(136)	(136)
Bridge Project	-	(11)	(11)
Rainbow Project	-	(26)	(26)
Ark Capture	-	(52)	(52)
SAC - Computer grant	-	(540)	(540)
Community Education	-	(6,300)	(6,300)
	<u>12,446</u>	<u>(13,730)</u>	<u>(1,284)</u>
TOTAL FUNDS	<u>101,391</u>	<u>(107,228)</u>	<u>(5,837)</u>

Transfers between funds

It has been agreed with the Co-Operative Group's Community Fund that the money received to part fund the employment of an outreach worker can be transferred to unrestricted reserves to fund Ayr Ark's broader work with young people.

South Ayrshire Council have also agreed that the remaining balance of funds from the football project can be used to contribute to the costs associated with delivering services to young people.

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2016.

15. ULTIMATE CONTROLLING PARTY

In the opinion of the trustees, there is no ultimate controlling party.

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2016**

16. PURPOSE OF RESTRICTED FUNDS

Cultural Arts Project - This is a project involving the education of young people in creative art skills.

Bridge Project - The purpose of this project is to engage positively with young people excluded from The Ark due to the consumption of alcohol.

Rainbow Project - The original purpose of this fund was to provide support for investment in equipment needed to cost effectively provide The Ark with hot water through environmentally friendly means. However, two years ago the purpose of this fund was redefined with the permission of the original donor. The purpose of this fund is now to purchase replacement digital projectors for the Ark.

Staffing - Outreach Worker - This fund is from the Co-Operative Group's Community Fund to part fund the employment of an outreach worker.

Ark Capture Project - The purpose of this fund is to nurture creativity, promote leadership skills, encourage success and beneficially transform the lives of young people through the means of active participation in photographic and computer activities.

SAC Football Project - The aims of this project are to show (mainly disadvantaged) young people from three different youth projects - in Ayr, Dalmeilington/Patna, and New Cumnock - how to work and play together in a friendly, fair and respectful way, lowering the levels of violence and rivalry between communities even in a competitive situation (i.e. playing football).

SAC - CPP Community Development Fund - The purpose of this fund is to train up new staff in order to continue our commitment to effectively serving the young people of South Ayrshire.

Community Education - The purpose of this fund, provided by The Moffat Charitable Trust, is to support our staff costs in relation to our work in Schools.

SAC Computer Grant - South Ayrshire Council provided funding to enable the purchase of new Desktop and Laptop computers.

Mentoring - The purpose of this fund, provided by Lloyds TSB Foundation is to support the delivery of a mentoring programme for six young people aged 11 - 18 years.

17. FIRST YEAR ADOPTION

This is the first year that the company has presented its financial statements under Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council. The last financial statements under previous UK GAAP were for the year ended 31 December 2015 and the date of transition to FRS 102 was therefore 1 January 2015.

THE AYR ARK

**RECONCILIATION OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2015**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
INCOME AND ENDOWMENTS FROM				
Donations and legacies		71,906	-	71,906
Other trading activities		15,144	-	15,144
Investment income		28	-	28
		<hr/>	<hr/>	<hr/>
Total		87,078		87,078
EXPENDITURE ON				
Charitable activities		100,327	-	100,327
		<hr/>	<hr/>	<hr/>
NET INCOME/(EXPENDITURE)		(13,249)		(13,249)
		<hr/>	<hr/>	<hr/>

THE AYR ARK

RECONCILIATION OF FUNDS
 AT 1 JANUARY 2015
 (DATE OF TRANSITION TO FRS 102)

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets		11,730	-	11,730
		<u>11,730</u>	<u>-</u>	<u>11,730</u>
CURRENT ASSETS				
Stocks		1,010	-	1,010
Debtors		3,262	-	3,262
Cash at bank and in hand		61,549	-	61,549
		<u>65,821</u>	<u>-</u>	<u>65,821</u>
CREDITORS				
Amounts falling due within one year		(2,017)	-	(2,017)
		<u>63,804</u>	<u>-</u>	<u>63,804</u>
NET CURRENT ASSETS				
		<u>75,534</u>	<u>-</u>	<u>75,534</u>
TOTAL ASSETS LESS CURRENT LIABILITIES				
		<u>75,534</u>	<u>-</u>	<u>75,534</u>
FUNDS				
Unrestricted funds		57,656	-	57,656
Restricted funds		17,878	-	17,878
		<u>75,534</u>	<u>-</u>	<u>75,534</u>

THE AYR ARK**RECONCILIATION OF FUNDS
AT 31 DECEMBER 2015**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets		12,036	-	12,036
CURRENT ASSETS				
Stocks		1,014	-	1,014
Debtors		2,101	-	2,101
Cash at bank and in hand		49,820	-	49,820
		<u>52,935</u>	<u>-</u>	<u>52,935</u>
CREDITORS				
Amounts falling due within one year		(2,686)	-	(2,686)
NET CURRENT ASSETS		<u>50,249</u>	<u>-</u>	<u>50,249</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>62,285</u>	<u>-</u>	<u>62,285</u>
NET ASSETS		<u>62,285</u>	<u>-</u>	<u>62,285</u>
FUNDS				
Unrestricted funds		50,630	-	50,630
Restricted funds		11,655	-	11,655
TOTAL FUNDS		<u>62,285</u>	<u>-</u>	<u>62,285</u>

THE AYR ARK**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2016**

	31/12/16 £	31/12/15 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	82,956	71,906
Other trading activities		
Operating Income	18,412	15,144
Investment income		
Deposit account interest	23	28
Total incoming resources	<u>101,391</u>	<u>87,078</u>
EXPENDITURE		
Charitable activities		
Wages	61,396	54,895
Social security	3,264	2,867
Pensions	521	-
Purchases	14,138	10,653
Premises Costs	13,643	16,946
Telephone	1,794	1,358
Staff Training	798	578
Printing Stationery & Postage	1,511	1,802
Laundry & Cleaning	4,542	4,168
Sundry	1,042	1,874
Travel	448	179
Depreciation	3,008	4,013
Bank Charges	205	76
	<u>106,310</u>	<u>99,409</u>
Support costs		
Governance costs		
Accountancy and legal fees	918	918
Total resources expended	<u>107,228</u>	<u>100,327</u>
Net expenditure	<u><u>(5,837)</u></u>	<u><u>(13,249)</u></u>

This page does not form part of the statutory financial statements