

REGISTERED COMPANY NUMBER: SC258621 (Scotland)
REGISTERED CHARITY NUMBER: SC011968

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023
FOR
THE ZONE INITIATIVE LTD**

Stewart Gilmour & Co.
24 Beresford Terrace
Ayr
KA7 2EG

SATURDAY



ACJHZ1MY

A04

30/12/2023

#210

COMPANIES HOUSE

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

	Page
Report of the Trustees	1 to 5
Independent Examiner's Report	6
Statement of Financial Activities	7
Balance Sheet	8 to 9
Cash Flow Statement	10
Notes to the Cash Flow Statement	11
Notes to the Financial Statements	12 to 21
Detailed Statement of Financial Activities	22 to 23

THE ZONE INITIATIVE LTD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2023

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 2023. 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Values, principles and objectives

The Zone Initiative employs team members with the behavioural traits that best match the organisation's values and beliefs. Following are our values, vision and mission statement together with our overall key aims and objectives.

- Vision

To improve quality of life for the young people of the Doon Valley area.

- Mission

To provide facilities for play, recreation and other leisure time occupation for young people in the Doon Valley area which will improve the conditions of life for such people by promoting their physical, spiritual and mental wellbeing.

- Values

We at The Zone Initiative believe that we should participate in all forms of community activity which can make a difference to our local community and we should strive to:-

1. Have unconditional positive regard for all service users, potential users and team members.
2. Make no discrimination with regard to nationality, religious beliefs, disability, sexual orientation or ethnic origin.
3. Value and respect the service users that access our services.
4. Value and respect our volunteers.
5. Train and develop team members and volunteers so that they can provide a quality service for our service users.
6. Promote and strengthen community spirit in the Doon Valley.
7. Listen to the needs of the local community and to bridge gaps where possible.
8. Show care and compassion for the community.
9. Work to best practice procedures.

- Aims and objectives

To improve the physical, spiritual and mental well being of the young people of the Doon Valley through the provision of play and recreation facilities. In achieving these goals, the organisation aims to:-

1. Promote and develop the public appreciation of the short and long term values of children's play and towards improving the conditions of life for young people in the area.
2. Examine, co-ordinate and expand the resources devoted to the provision of children's play facilities in the area.
3. Carry on any other activities which further any of the above objects.
4. Provide a forum in the community where interested individuals, professionals, statutory bodies, commercial bodies, voluntary organisations, charitable organisations and other bodies can meet and co-operate in the development of services for achieving the above objectives.

-How our values are communicated and applied within our organisation

1. A training and development budget forms part of every funding bid to develop team members on a personal level and increase their work related skills.
2. Clear directed personnel specifications are drawn up for all team member vacancies. Key areas that we look at are soft skills, life experience and personality traits to meet the demands of the post.
3. Take up references and carry out an enhanced disclosure check on our team members and volunteers.
4. Adhere to our equal opportunities policy when recruiting team members.
5. Include team members in decision making and involvement in team meetings and goal setting.
6. Offer support and supervision to all team members.

THE ZONE INITIATIVE LTD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2023

OBJECTIVES AND ACTIVITIES

Significant activities

The company's principal activity during the year continued to be the provision of facilities for play and recreation and social activities for the young people of the Doon Valley area. The company continues to support older people with meals on wheels and home buddy services funded through the Joint Integrated Board. The organisation has recently been supported with funding through Scottish Government drugs health taskforce delivering services to people in recovery.

Volunteers

The company is indebted to the many volunteers who help the organisation meet its objectives by carrying out various tasks and duties.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Zone Initiative Ltd (and the preceding voluntary organisation) was established in 1985 by a local community steering group that was to establish an adventure playground in the local community due to lack of facilities at that time. The Zone Initiative's overall vision is to improve quality of life for the children, young people and the community of the East Ayrshire area. The organisation aims to improve the quality of life of East Ayrshire residents by providing a range of services from out of school care, youth work, educational play and recreational activities to improve people's physical, spiritual and mental well being by providing opportunities for training and employment in the area.

The project continues to provide a tailored approach to individuals needs with the aim being to support people to become more self-aware, build confidence, provide employment and training opportunities. As well as providing these types of opportunities the zone continues to operate traditional youth services across 5 areas within the Doon Valley and Friday night Game On football fives.

Intergenerational work still plays a massive role in the project, supporting older people with practical help and meals on wheels to allow them to live at home. Our garden maintenance team provide seasonal garden services for the local community alongside working with local care establishments and McConnells to maintain gardens after renovations.

We continue to support many individuals who are on their own recovery journey.

The organisation provides the following services:

- Out of School Care
- Youth Services across the Doon Valley area
- SVQ Training opportunities
- Home Buddies
- Community Meals on Wheels
- Garden Maintenance and DIY
- Employability services for young people including modern apprentices
- Food Dignity Project
- Peer Recovery Services

The organisation continues to fulfil its commitment to the Doon Valley, providing childcare, training, dignified food, garden maintenance, peer recovery and a post office facility that supplies outreach across the Doon Valley areas and beyond. This year we have in particular had a focus on cost of living crisis and supported many individuals within this area of work.

Internal and external factors

Internally, the charitable company is dependent on a good relationship between the Executive Committee, staff and the volunteers that help to ensure that it can successfully carry out its activities.

The main external factor affecting the organisation's operations is ensuring that the young people of the Doon Valley make use of the facilities and social opportunities that are available to them and that grant funding can be maintained to facilitate them.

The Executive Committee are happy to report that there are currently no adverse internal or external factors affecting the organisation's operations.

THE ZONE INITIATIVE LTD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2023

FINANCIAL REVIEW

Principal funding sources

Principal funding to meet the costs of operating the organisation came from East Ayrshire Council, the Scottish Government, BBC Children in Need, Post Office, National Lottery, Scottish Children's Lottery, Coalfields Regeneration Trust, Peer Recovery and the Corra Foundation.

The Executive Committee would like to express their thanks to all the organisations which provided funding to the company during the year.

Reserves policy

The Executive Committee have assessed the level of free reserves (i.e. those funds not tied up in fixed assets and designated and restricted funds) that the company requires to sustain its operations and are aware they are dependant on the ongoing successful award of grants for the continued successful operation of its charitable activities.

Review of the year's results

The financial statements for the year to 31st March 2023 reflect a successful year of operation for The Zone Initiative Ltd.

Total incoming resources for 2023 amounted to £497,860 (2022 - £608,277). Resources expended totalled £589,867 (2022 - £590,691). The net outgoing resources for 2023 were £92,007 (2022 - net incoming resources £17,586).

At 31st March 2023, the organisation had total funds of £157,116 (2022 - £249,123) of which £37,760 were unrestricted and £119,356 were restricted.

The Executive Committee consider the results for the year to be successful. It should be borne in mind the year to 2023 includes costs relating to projects postponed due to COVID being implemented and paid for. The Committee are aware they are dependant on the ongoing successful award of grants for the continued operation of its charitable activities.

FUTURE PLANS

Keeping our focus on the children and young people living in the most deprived areas of the Doon Valley will continue to be our priority.

Our Home Buddy service together with Meals on Wheels scheme remains a great help to the older people in the area allowing them to live at home safe, secure and inclusive within the local community.

The post office facility will continue with no plans to take on any further outreach services, this continues to provide a vital service to four rural communities.

The board again have made the decision not to expand into any other projects and to focus on our core services.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Zone Initiative (formerly known as Bellsbank Adventure Playground) was incorporated on 3rd November 2003. Its governing document is its Memorandum and Articles of Association. The company is limited by guarantee and does not have a share capital. In any winding up the liability of individual members is limited to £1.

Recruitment and appointment of new trustees

New Executive Committee members are recruited primarily from the local community without discrimination on the grounds of age, gender, religion, disability, sexual orientation or ethnic origin, appointment being at the discretion of the Executive Committee. They are always prepared to consider suitable individuals from the community who are sympathetic to the company's aims and objectives and who might prove to be valuable Committee members.

Organisational structure

To ensure the smooth running of the organisation, regular Executive Committee meetings are held involving input from the Committee members and the non voting advisors. On a day-to-day basis, the organisation's activities are run by the project manager, the youth work co-ordinator, the office administrator and other staff.

THE ZONE INITIATIVE LTD

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

The organisation's Executive Committee (Directors) are responsible for overseeing the charitable company's affairs and directing staff.

Most new Executive Committee members will already be familiar with the purpose of the company when they join and learn more about its workings from other Committee members and from attendance at regular meetings.

Wider network

The company liaises and interacts with other organisations and individuals where this is of general benefit to the local community.

Related parties

There were no reportable financial transactions between the company and any of the Executive Committee members, or any related parties of the Executive Committee members, during the year ended 31st March 2023. Any such transactions require to be transparent, approved by the Executive Committee and conducted on an arm's length basis.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC258621 (Scotland)

Registered Charity number

SC011968

Registered office

Dalcairney Road
Bellsbank
Dalmellington
Ayrshire
KA6 7SZ

Trustees

Mrs I Rowan
L Orr
Mrs J Orr
S Mullen

The charity's trustees (directors) are referred to within the company as its executive committee.

Company Secretary

Ms M McCabe

Independent Examiner

Sheila L. Tannock B.Sc., C.A.
Stewart Gilmour & Co.
24 Beresford Terrace
Ayr
KA7 2EG

Solicitors

Frazer Coogans
46 Dalblair Road
Ayr
KA7 1UQ

THE ZONE INITIATIVE LTD

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2023**

REFERENCE AND ADMINISTRATIVE DETAILS

Non voting advisors to executive committee

Mrs E Stewart

Mrs R Eccles

Project manager

Mrs E Stewart

Approved by order of the board of trustees on 21/12/2023..... and signed on its behalf by:



.....
Mrs I Rowan - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE ZONE INITIATIVE LTD**

I report on the accounts for the year ended 31 March 2023 set out on pages seven to twenty one.

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 (as amended). 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

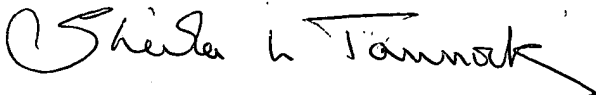
In connection with my examination, no matter has come to my attention :

(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.



Sheila L. Tannock B.Sc., C.A.
The Institute of Chartered Accountants of Scotland

Stewart Gilmour & Co.
24 Beresford Terrace
Ayr
KA7 2EG

22 December 2023

THE ZONE INITIATIVE LTD

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2023**

	Notes	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Charitable activities	2				
Charitable operations		<u>169,983</u>	<u>327,877</u>	<u>497,860</u>	<u>608,277</u>
EXPENDITURE ON					
Charitable activities	3				
Charitable operations		<u>185,834</u>	<u>397,982</u>	<u>583,816</u>	<u>584,563</u>
Other		<u>6,052</u>	<u>(1)</u>	<u>6,051</u>	<u>6,128</u>
Total		<u>191,886</u>	<u>397,981</u>	<u>589,867</u>	<u>590,691</u>
NET INCOME/(EXPENDITURE)		(21,903)	(70,104)	(92,007)	17,586
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>59,663</u>	<u>189,460</u>	<u>249,123</u>	<u>231,537</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>37,760</u></u>	<u><u>119,356</u></u>	<u><u>157,116</u></u>	<u><u>249,123</u></u>

The notes form part of these financial statements

THE ZONE INITIATIVE LTD

BALANCE SHEET

31 MARCH 2023

	Notes	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	10	41,761	-	41,761	47,194
CURRENT ASSETS					
Debtors	11	420	-	420	-
Cash at bank and in hand		15,019	162,428	177,447	239,902
		<u>15,439</u>	<u>162,428</u>	<u>177,867</u>	<u>239,902</u>
CREDITORS					
Amounts falling due within one year	12	(19,440)	(43,072)	(62,512)	(37,973)
NET CURRENT ASSETS		<u>(4,001)</u>	<u>119,356</u>	<u>115,355</u>	<u>201,929</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>37,760</u>	<u>119,356</u>	<u>157,116</u>	<u>249,123</u>
NET ASSETS		<u>37,760</u>	<u>119,356</u>	<u>157,116</u>	<u>249,123</u>
FUNDS	13				
Unrestricted funds:					
General fund				37,760	42,884
Reshaping Communities				-	16,779
				<u>37,760</u>	<u>59,663</u>
Restricted funds:					
Lottery				504	41,698
Coalfields Regeneration				11,666	142
East Ayrshire Council - Pre 5s				19,950	31,733
EAC - young apprentices				48,928	60,324
Children In Need				26,996	28,596
Youth link fund				-	10,678
COVID support				-	1,052
Scottish Childrens Lottery				-	8,766
Peer Recovery				11,312	3,511
STV appeal				-	6
Kickstart employment program				-	2,954
				<u>119,356</u>	<u>189,460</u>
TOTAL FUNDS				<u>157,116</u>	<u>249,123</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2023 in accordance with Section 476 of the Companies Act 2006.

The notes form part of these financial statements

THE ZONE INITIATIVE LTD

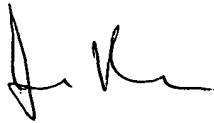
BALANCE SHEET - continued
31 MARCH 2023

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 provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 21/12/2023 and were signed on its behalf by:



.....
I Rowan - Trustee

THE ZONE INITIATIVE LTD

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2023**

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(61,837)</u>	<u>3,977</u>
Net cash (used in)/provided by operating activities		<u>(61,837)</u>	<u>3,977</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(618)</u>	<u>(5,906)</u>
Net cash used in investing activities		<u>(618)</u>	<u>(5,906)</u>
Change in cash and cash equivalents in the reporting period		<u>(62,455)</u>	<u>(1,929)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>239,902</u>	<u>241,831</u>
Cash and cash equivalents at the end of the reporting period		<u><u>177,447</u></u>	<u><u>239,902</u></u>

The notes form part of these financial statements

THE ZONE INITIATIVE LTD

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2023**

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

	2023 £	2022 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(92,007)	17,586
Adjustments for:		
Depreciation charges	6,051	6,113
Loss on disposal of fixed assets	-	15
(Increase)/decrease in debtors	(420)	2,015
Increase/(decrease) in creditors	24,539	(21,752)
Net cash (used in)/provided by operations	<u>(61,837)</u>	<u>3,977</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.22 £	Cash flow £	At 31.3.23 £
Net cash			
Cash at bank and in hand	239,902	(62,455)	177,447
	<u>239,902</u>	<u>(62,455)</u>	<u>177,447</u>
Total	<u>239,902</u>	<u>(62,455)</u>	<u>177,447</u>

THE ZONE INITIATIVE LTD

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

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 2019)', 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 sterling which is the functional currency of the charity and are rounded to the nearest £.

Critical accounting judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The Trustees are satisfied that the accounting policies are appropriate and applied consistently. Key sources of estimation have been applied as follows:

Depreciation of fixed assets - fixed assets are depreciated over the useful life of the asset. The useful lives of fixed assets are based on the knowledge of senior management, with reference to assets expected life cycle.

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.

Improvements to property	- 4% on cost
Plant and machinery	- 10% on cost
Fixtures and fittings	- 25% on reducing balance

Taxation

The charity is a charitable company within the meaning of Paragraph 1 Schedule 6 of the Finance Act 2010. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 of Part 11 of the Corporation Tax Act 2010 and section 256 of the Taxation of Charitable Gains Act 1992 to the extent that such income or gains are applied for charitable purposes only.

The company is not registered for Value Added Tax.

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.

THE ZONE INITIATIVE LTD

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES - continued

Hire purchase and leasing commitments

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

Format of the financial statements

The financial statements have been adapted from the format prescribed in the Companies Act 2006 due to the special nature of the company's business in order to comply with the requirement to give a true and fair view, as permitted by section 396 paragraph 5 of the Companies Act 2006.

Allocation of support and governance costs

Support costs have been allocated between governance and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice.

Financial instruments

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

2. INCOME FROM CHARITABLE ACTIVITIES

		2023	2022
	Activity	£	£
Training fees	Charitable operations	10,819	7,607
Grass Cutting	Charitable operations	17,556	5,509
Local donations	Charitable operations	14,434	15,819
Post Office	Charitable operations	33,807	47,050
Job retention scheme	Charitable operations	-	22,783
Meals on wheels	Charitable operations	11,764	-
Grants - Big lottery fund	Charitable operations	-	21,018
Grants -EAC	Charitable operations	8,203	14,380
Grants - Kickstart	Charitable operations	13,315	46,828
Grants - Scot Children			
Lottery	Charitable operations	-	10,000
Grants - Peer Recovery	Charitable operations	53,924	6,050
Grants-STV	Charitable operations	3,000	10,000
Grants - Youth link fund	Charitable operations	-	12,059
Grants - Coalfields	Charitable operations	74,056	24,035
Grants - Corra	Charitable operations	15,500	6,050
Grants - Shire Housing	Charitable operations	400	8,500
Grants - EAC - pre 5s	Charitable operations	37,612	50,149
Grants - Reshaping			
Communities	Charitable operations	70,000	70,000
Grants - EAC young			
apprentices	Charitable operations	87,970	119,440
Grants - Children In Need	Charitable operations	45,500	111,000
		<u>497,860</u>	<u>608,277</u>

THE ZONE INITIATIVE LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023**

3. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 4) £	Support costs (see note 5) £	Totals £
Charitable operations	<u>578,191</u>	<u>5,625</u>	<u>583,816</u>

4. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2023 £	2022 £
Staff costs	469,988	449,482
Hire of equipment	3,615	3,615
Rent, rates and insurance	12,147	17,984
Repairs and renewals	951	6,892
Light, heat & cleaning	10,353	9,882
Telephone	1,880	3,126
Postage, stationery & advert	3,943	1,835
Sundries	771	782
Training expenses	1,163	11,593
Travel expenses	33,165	29,505
Curriculum costs	15,697	16,599
Hire of equipment	2,307	2,946
Protective clothing	-	904
Subscriptions	110	110
Purchase of equipment	-	2,444
COVID support/foodbank items	3,614	12,302
Meals on Wheels	18,487	9,592
	<u>578,191</u>	<u>579,593</u>

5. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Charitable operations	<u>1,305</u>	<u>4,320</u>	<u>5,625</u>

6. NET INCOME/(EXPENDITURE)

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

	2023 £	2022 £
Auditors' remuneration	-	4,016
Depreciation - owned assets	6,051	6,111
Hire of plant and machinery	3,615	3,615
Deficit on disposal of fixed assets	-	15
	<u>-</u>	<u>13,757</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023**

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

8. STAFF COSTS

	2023 £	2022 £
Wages	448,631	430,614
Social security cost	21,356	18,868
	<u>469,987</u>	<u>449,482</u>

The company had no employees who were paid at a rate in excess of £60,000 per annum in the year (2022: nil).

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

	2023	2022
Management and administration	5	5
Program staff	29	29
	<u>34</u>	<u>34</u>

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Charitable activities			
Charitable operations	166,962	441,315	608,277
EXPENDITURE ON			
Charitable activities			
Charitable operations	141,724	442,839	584,563
Other	6,125	3	6,128
Total	<u>147,849</u>	<u>442,842</u>	<u>590,691</u>
NET INCOME/(EXPENDITURE)	19,113	(1,527)	17,586
RECONCILIATION OF FUNDS			
Total funds brought forward	40,549	190,988	231,537
TOTAL FUNDS CARRIED FORWARD	<u>59,662</u>	<u>189,461</u>	<u>249,123</u>

THE ZONE INITIATIVE LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023**

10. TANGIBLE FIXED ASSETS

	Improvements to property £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1 April 2022	47,004	33,874	30,848	111,726
Additions	-	-	618	618
At 31 March 2023	47,004	33,874	31,466	112,344
DEPRECIATION				
At 1 April 2022	29,444	6,775	28,313	64,532
Charge for year	1,879	3,387	785	6,051
At 31 March 2023	31,323	10,162	29,098	70,583
NET BOOK VALUE				
At 31 March 2023	15,681	23,712	2,368	41,761
At 31 March 2022	17,560	27,099	2,535	47,194

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade debtors	420	-

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade creditors	51,600	22,152
Social security and other taxes	10,912	15,821
	62,512	37,973

THE ZONE INITIATIVE LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023**

13. MOVEMENT IN FUNDS

	At 1.4.22 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	59,663	(21,903)	37,760
Restricted funds			
Lottery	41,698	(41,194)	504
Coalfields Regeneration	142	11,524	11,666
East Ayrshire Council - Pre 5s	31,733	(11,783)	19,950
EAC - young apprentices	60,324	(11,396)	48,928
Children In Need	28,596	(1,600)	26,996
Youth link fund	10,678	(10,678)	-
COVID support	1,052	(1,052)	-
Scottish Childrens Lottery	8,766	(8,766)	-
Peer Recovery	3,511	7,801	11,312
STV appeal	6	(6)	-
Kickstart employment program	2,954	(2,954)	-
	<u>189,460</u>	<u>(70,104)</u>	<u>119,356</u>
TOTAL FUNDS	<u>249,123</u>	<u>(92,007)</u>	<u>157,116</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	169,983	(191,886)	(21,903)
Restricted funds			
Lottery	-	(41,194)	(41,194)
Coalfields Regeneration	74,056	(62,532)	11,524
East Ayrshire Council - Pre 5s	37,612	(49,395)	(11,783)
EAC - young apprentices	87,970	(99,366)	(11,396)
Children In Need	45,500	(47,100)	(1,600)
Youth link fund	-	(10,678)	(10,678)
Corra Foundation	15,500	(15,500)	-
COVID support	-	(1,052)	(1,052)
Scottish Childrens Lottery	-	(8,766)	(8,766)
Peer Recovery	53,924	(46,123)	7,801
STV appeal	-	(6)	(6)
Kickstart employment program	13,315	(16,269)	(2,954)
	<u>327,877</u>	<u>(397,981)</u>	<u>(70,104)</u>
TOTAL FUNDS	<u>497,860</u>	<u>(589,867)</u>	<u>(92,007)</u>

THE ZONE INITIATIVE LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023**

13. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	33,103	9,781	42,884
Reshaping Communities	7,446	9,333	16,779
	<u>40,549</u>	<u>19,114</u>	<u>59,663</u>
Restricted funds			
Lottery	60,824	(19,126)	41,698
Coalfields Regeneration	-	142	142
Scottish Council for Voluntary Organisations	2,215	(2,215)	-
East Ayrshire Council - Pre 5s	34,577	(2,844)	31,733
Robertson Trust	5,724	(5,724)	-
EAC - young apprentices	30,000	30,324	60,324
Children In Need	9,012	19,584	28,596
Youth link fund	-	10,678	10,678
Corra Foundation	38,973	(38,973)	-
COVID support	880	172	1,052
Scottish Childrens Lottery	8,783	(17)	8,766
Peer Recovery	-	3,511	3,511
STV appeal	-	6	6
Kickstart employment program	-	2,954	2,954
	<u>190,988</u>	<u>(1,528)</u>	<u>189,460</u>
TOTAL FUNDS	<u>231,537</u>	<u>17,586</u>	<u>249,123</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023

13. 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	96,962	(87,181)	9,781
Reshaping Communities	70,000	(60,667)	9,333
	<u>166,962</u>	<u>(147,848)</u>	<u>19,114</u>
Restricted funds			
Lottery	24,614	(43,740)	(19,126)
Coalfields Regeneration	24,111	(23,969)	142
Scottish Council for Voluntary Organisations	-	(2,215)	(2,215)
East Ayrshire Council - Pre 5s	59,435	(62,279)	(2,844)
Robertson Trust	-	(5,724)	(5,724)
EAC - young apprentices	119,483	(89,159)	30,324
Children In Need	115,740	(96,156)	19,584
Youth link fund	12,059	(1,381)	10,678
Corra Foundation	6,050	(45,023)	(38,973)
COVID support	6,321	(6,149)	172
Scottish Childrens Lottery	10,558	(10,575)	(17)
Peer Recovery	6,050	(2,539)	3,511
STV appeal	10,000	(9,994)	6
Kickstart employment program	46,894	(43,940)	2,954
	<u>441,315</u>	<u>(442,843)</u>	<u>(1,528)</u>
TOTAL FUNDS	<u><u>608,277</u></u>	<u><u>(590,691)</u></u>	<u><u>17,586</u></u>

THE ZONE INITIATIVE LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023**

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.21 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	33,103	(12,122)	20,981
Reshaping Communities	7,446	9,333	16,779
	<u>40,549</u>	<u>(2,789)</u>	<u>37,760</u>
Restricted funds			
Lottery	60,824	(60,320)	504
Coalfields Regeneration	-	11,666	11,666
Scottish Council for Voluntary Organisations	2,215	(2,215)	-
East Ayrshire Council - Pre 5s	34,577	(14,627)	19,950
Robertson Trust	5,724	(5,724)	-
EAC - young apprentices	30,000	18,928	48,928
Children In Need	9,012	17,984	26,996
Corra Foundation	38,973	(38,973)	-
COVID support	880	(880)	-
Scottish Childrens Lottery	8,783	(8,783)	-
Peer Recovery	-	11,312	11,312
	<u>190,988</u>	<u>(71,632)</u>	<u>119,356</u>
TOTAL FUNDS	<u>231,537</u>	<u>(74,421)</u>	<u>157,116</u>

THE ZONE INITIATIVE LTD

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023**

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	266,945	(279,067)	(12,122)
Reshaping Communities	70,000	(60,667)	9,333
	<u>336,945</u>	<u>(339,734)</u>	<u>(2,789)</u>
Restricted funds			
Lottery	24,614	(84,934)	(60,320)
Coalfields Regeneration	98,167	(86,501)	11,666
Scottish Council for Voluntary Organisations	-	(2,215)	(2,215)
East Ayrshire Council - Pre 5s	97,047	(111,674)	(14,627)
Robertson Trust	-	(5,724)	(5,724)
EAC - young apprentices	207,453	(188,525)	18,928
Children In Need	161,240	(143,256)	17,984
Youth link fund	12,059	(12,059)	-
Corra Foundation	21,550	(60,523)	(38,973)
COVID support	6,321	(7,201)	(880)
Scottish Childrens Lottery	10,558	(19,341)	(8,783)
Peer Recovery	59,974	(48,662)	11,312
STV appeal	10,000	(10,000)	-
Kickstart employment program	60,209	(60,209)	-
	<u>769,192</u>	<u>(840,824)</u>	<u>(71,632)</u>
TOTAL FUNDS	<u>1,106,137</u>	<u>(1,180,558)</u>	<u>(74,421)</u>

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2023.

THE ZONE INITIATIVE LTD

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Charitable activities		
Training fees	10,819	7,607
Grass Cutting	17,556	5,509
Local donations	14,434	15,819
Post Office	33,807	47,050
Job retention scheme	-	22,783
Meals on wheels	11,764	-
Grants - Big lottery fund	-	21,018
Grants -EAC	8,203	14,380
Grants - Kickstart	13,315	46,828
Grants - Scot Children Lottery	-	10,000
Grants - Peer Recovery	53,924	6,050
Grants-STV	3,000	10,000
Grants - Youth link fund	-	12,059
Grants - Coalfields	74,056	24,035
Grants - Corra	15,500	6,050
Grants - Shire Housing	400	8,500
Grants - EAC - pre 5s	37,612	50,149
Grants - Reshaping Communities	70,000	70,000
Grants - EAC young apprentices	87,970	119,440
Grants - Children In Need	45,500	111,000
	497,860	608,277
Total incoming resources		
	497,860	608,277
EXPENDITURE		
Charitable activities		
Wages	469,988	449,482
Hire of equipment	3,615	3,615
Rent, rates and insurance	12,147	17,984
Repairs and renewals	951	6,892
Light, heat & cleaning	10,353	9,882
Telephone	1,880	3,126
Postage, stationery & advert	3,943	1,835
Sundries	771	782
Training expenses	1,163	11,593
Travel expenses	33,165	29,505
Curriculum costs	15,697	16,599
Hire of equipment	2,307	2,946
Protective clothing	-	904
Subscriptions	110	110
Purchase of equipment	-	2,444
COVID support/foodbank items	3,614	12,302
Meals on Wheels	18,487	9,592
	578,191	579,593

This page does not form part of the statutory financial statements

THE ZONE INITIATIVE LTD**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2023**

	2023 £	2022 £
Charitable activities		
Other		
Depreciation of tangible fixed assets	6,051	6,113
Support costs		
Finance		
Bank charges	1,305	954
Other		
Loss on sale of tangible fixed assets	-	15
Governance costs		
Auditors' remuneration	-	4,016
Accountancy and legal fees	4,320	-
	<u>4,320</u>	<u>4,016</u>
Total resources expended	<u>589,867</u>	<u>590,691</u>
Net (expenditure)/income	<u>(92,007)</u>	<u>17,586</u>