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**MAYDAY TRUST**  
**(A company limited by guarantee)**

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**REPORT AND FINANCIAL STATEMENTS**

**31 MARCH 2006**

**Company number : 2911222**  
**Charity number: 1035524**

**MAYDAY TRUST**  
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**MAYDAY TRUST**  
**(A company limited by guarantee)**

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**DIRECTORS' AND TRUSTEES' REPORT**

**Year ended 31 March 2006**

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**Directors and trustees**

The directors are pleased to present their report and financial statements for the year ended 31 March 2006.

**Reference and Administrative Information**

Charity Name	Mayday Trust
Charity Registration Number	1035524
Company Registration Number	2911222
Registered Office	75 Albert Street Rugby Warwickshire CV21 2SN

**The Board of Trustees**

The Board of Trustees who served the charity during the period were as follows:

Captain L G Bellamy MC (resigned 8 November 2005)  
A Rastall-Conrad  
J Thompson-Ercan (resigned 27 November 2005)  
C R Holman  
M Williams (resigned 26 July 2006)  
L M Hunt (appointed 9 May 2005 and resigned 12 September 2006)  
B McFarland (appointed 11 July 2005)

In accordance with the Articles of Association, A Rastall-Conrad will retire by rotation and, being eligible, will stand for re-appointment.

**Company Secretary**

C A Fletcher (resigned 6 March 2006)  
C L Burrows (appointed 31 March 2006)

**Senior Executive Team**

Chief Executive – Errol St John Smith (until 31 March 2006)  
Head of Financial Services – Sarah Furnival (until 25 May 2006)

Area Manager Supported Housing – Timothy Wells

**MAYDAY TRUST**  
**(A company limited by guarantee)**

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**DIRECTORS' AND TRUSTEES' REPORT**

**Year ended 31 March 2006**

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**Auditors**

Clement Keys  
Chartered Accountants  
39/40 Calthorpe Road  
Edgbaston  
Birmingham  
B15 1TS

**Bankers**

HSBC Bank plc  
15 Church Street  
Rugby  
Warwickshire

**Investment Managers**

HSBC Trust Company (UK) Limited  
PO Box 880  
Southampton  
SO15 1WP

**Solicitors**

Brethertons  
Chestnut Field House  
Chestnut Field  
Rugby  
Warwickshire  
CV21 2PD

**Structure, Governance and Management**

***Governing Document***

The organisation is a charitable company limited by guarantee, having no share capital. It was incorporated on 22 March 1994 and registered as a charity on 23 March 1994. The charitable company was established under a Memorandum of Association, which was last amended on 20 November 2003 and which established its objects and powers, and it is governed under its Articles of Association. In the event of the charitable company being wound up members are required to contribute an amount not exceeding £1.

It is exempt from using "Limited" under Section 30 of the Companies Act 1985.

***Recruitment and Appointment of Trustees***

The directors of the company are also charity trustees for the purposes of charity law. Under the requirements of the Memorandum and Articles of Association one third of the trustees, or the nearest number to one third of their number is not divisible by three, must retire from office at each annual General Meeting. Retiring trustees are eligible for re-election.

Trustees have the power to appoint trustees to fill the casual vacancies or add to the number of trustees but these must be ratified at the next Annual General Meeting. The Board of Trustees must comprise between three and seven members.

**DIRECTORS' AND TRUSTEES' REPORT**

**Year ended 31 March 2006**

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***Trustee Induction and Training***

New Trustees undergo an orientation day to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, team working and decision making processes, the business plan and recent financial performance of the charity. During the induction day they meet key employees and other Trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

***Risk Management***

The Trustees have introduced a formal risk management process to assess business risks and implement risk management strategies. This involved identifying the types of risks Mayday Trust faces, prioritising them in terms of potential impact and likelihood of occurrence, and identifying means of mitigating the risks. As part of the process the Trustees have reviewed the adequacy of Mayday's current internal controls. The Trustees are pleased to report that Mayday's internal financial controls conform to the guidelines issued by the Charity Commission.

The Trustees have considered the need for a specific internal audit function and have decided not to appoint an internal auditor. However, head office staff visiting schemes carry out internal audit reviews as specified under the Housing Corporation's guidelines.

***Organisational Structure***

The Trustees are responsible for ensuring that Mayday Trust has appropriate systems of controls, financial and otherwise. The Trustees provide reasonable assurance that:

- Mayday Trust is operating efficiently and effectively;
- its assets are safeguarded against unauthorised use or disposition;
- proper records are maintained and financial information used within Mayday Trust or for publication is reliable;
- Mayday Trust complies with relevant laws and regulations.

The systems of internal control are designed to provide reasonable, but not absolute, assurance against material misstatement or loss. They include:

- a strategic plan and an annual budget approved by the Trustees;
- regular consideration by the Trustees of financial results, variance from budgets, non-financial performance indicators and benchmarking reviews;
- delegation of authority and segregation of duties;
- identification and management of risks.

The day to day management of Mayday Trust is carried out by the Chief Executive under instruction from the Board of Trustees. Certain sub-committees operate under specific terms of reference and report to the Board of Trustees where their decisions are ratified. The full Board of Trustees meets at regular intervals.

**DIRECTORS' AND TRUSTEES' REPORT**

**Year ended 31 March 2006**

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**Objectives and Activities**

The charitable company's objects are the relief of poverty and sickness, the relief of the disabled and the preservation and protections of the good health of persons living in the United Kingdom, the relief and rehabilitation of persons who have suffered a legal restriction upon their liberty, and the provision of social housing to relieve persons whose personal circumstances make it difficult for them to meet their housing needs in the open market.

**Visions and Values**

"Our purpose is to provide good quality housing and support services to vulnerable people, enabling them to maximise their potential for independence."

The Trustees are committed to the following values :

- Quality – in all aspects of our activity
- Empowerment – maximising the potential of services users and staff
- Partnership – working with statutory and other agencies to meet needs
- Customer focus – providing services which are sensitive and responsive to users' needs
- Equality – embracing diversity and ensuring no one is treated unfairly in service use or employment
- Efficiency – making the best use of financial resources to provide quality services at a reasonable cost
- Progressive employment – developing a skilled and motivated workforce

**Chairman's report**

2005/06 was a successful year but not without its challenges. I would like to thank our staff and supporters for their dedication and enthusiasm despite these difficulties.

Mayday Trust's mission is to support a wide variety of people as they strive for greater independence. I am proud to say that we have helped 503 people this year. We have achieved this despite reduced accommodation at Wellingborough during its major refurbishment.

Bassett's Court, which is owned by Leicester Housing Association, started on a major refurbishment programme this year. Phase 2 is well underway and the final Phase is scheduled to be complete early in 2007. The Future Tracks scheme for adults with learning disabilities moved into brand new premises during July 2005, allowing the majority of service users to realise their aspiration of living in self contained flats.

The purchase of Broadmead Court from Leicester Housing Association was completed during the year. We are now planning a major programme of refurbishment and upgrading.

The aim of both these refurbishment programmes is to provide single self-contained accommodation, which meets the current Decent Homes Standard, and we hope to have correctly anticipated some of the inevitable future changes in those standards and so be ahead of the game.

As well as structural changes at the Projects there were personnel changes at Head Office. Lisa Carey joined us in February to take over from Margaret Chessell as Fundraising Manager. Margaret left us at the end of March after 22 years loyal service to Mayday.

Turning to the financial position, you will see that Mayday had a turnover of £2.5 million in 2005/06 on which we made a surplus of £142k. Using this surplus and our reserves we have been able to allocate more resources into the Major Repairs Fund. This Fund will be invested into our accommodation, bringing them in line with the Decent Homes Standard.

**MAYDAY TRUST**  
**(A company limited by guarantee)**

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**DIRECTORS' AND TRUSTEES' REPORT**

**Year ended 31 March 2006**

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**Financial Review**

***Principal Funding Sources***

The charity's principle funding sources are Housing Benefit and Supporting People Grants.

***Investment policy***

The policy of Mayday Trust is that investments are managed on a total return basis. The majority of the funds are currently invested with HSBC, which is designed for long-term income and capital growth. The funds are invested mainly in equities with a wide diversification of good quality holdings in the United Kingdom and overseas. The fund aims at income and capital appreciation for protection from inflation, and in common with market forces, has benefited from an increase during the year under review.

***Reserves policy***

The Trustees have reviewed the reserves of Mayday Trust and have formulated its reserve policy, which is in line with Charity Commission recommendations. This review encompassed the nature of the income and expenditure streams, the need to match variable income with fixed commitments and the nature of the reserves. The review concluded that the equivalent of six months overheads be the target level for reserves to ensure continuity of charitable operations. This equates to a requirement of approximately £1,020,115.

During the year Mayday's general reserves decreased from £798,016 to £492,410.

Restricted funds increased from £202,211 to £252,016. Mayday has a number of designated and restricted funds. The purpose of these funds is detailed in notes 16 and 17 in the financial statements.

**Plans for Future Periods**

Initially the appointment of the Chief Executive is the priority facing the organisation. Once the incumbent is in place, the Business Plan for the organisation for the next 3 years will be drawn up to concentrate, in the first instance on consolidation of the Trust's position, and then future expansion plans. Expansion would be within the Trust's current support and domiciliary care programme, geographically within the 3 counties it serves.

**MAYDAY TRUST**  
**(A company limited by guarantee)**

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**DIRECTORS' AND TRUSTEES' REPORT**

**Year ended 31 March 2006**

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**Responsibilities of the Trustees and Directors**

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 as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements, the trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charitable company will continue on that basis.

The trustees are responsible for maintaining 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 1985. trustees 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 determining how amounts are presented in the Statement of Financial Activities and the balance sheet, the trustees have had regard to the substance of the reported transaction or arrangement, in accordance with generally accepted accounting principles or practice.

In accordance with company law, as the charitable company's trustees, we certify that:

- so far as we are aware, there is no relevant audit information of which the company's auditors are unaware; and
- as the trustees of the charitable company we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**Auditors**

Clement Keys have expressed their willingness to continue in office and will be proposed for re-appointment at the Annual General Meeting in accordance with section 385 of the Companies Act 1985.

Approved by the Board of Trustees on 9 October 2006 and signed on its behalf by :

**Trustee**

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**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF  
MAYDAY TRUST  
(A company limited by guarantee)**

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We have audited the financial statements for the year ended 31 March 2006 which are set out on pages 8 to 20 and which comprise the Statement of Financial Activities, Summary of Income and Expenditure Account, Balance Sheet and related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of directors and auditors**

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepting Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' Annual Report is not consistent with the financial statements, if the charity and group has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the charity are not disclosed.

We read other information contained in the Directors' Annual Report, and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

**Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes an examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatements, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charitable company's affairs as at 31 March 2006 and of its incoming resources and application of resources, including its income and expenditure in the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**39/40 Calthorpe Road  
Edgbaston  
Birmingham  
B15 1TS**

**CLEMENT KEYS  
Chartered Accountants  
Registered Auditor  
9 October 2006**

**MAYDAY TRUST**  
(A company limited by guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES**  
(Incorporating an Income and Expenditure Account)  
Year ended 31 March 2006

	Note	Unrestricted Funds £	Restricted Funds £	2006 Total £	2005 Total £
<b>Incoming resources</b>					
<b>Incoming resources from generated funds</b>					
<i>Voluntary income</i>					
Donations	2	2,395	99,194	101,589	64,260
Investment income	3	39,499	-	39,499	38,764
<b>Incoming resources from charitable activities</b>					
Grants and funding for provision of accommodation	4	2,261,990	77,257	2,339,247	2,069,413
Other income		<u>26,452</u>	<u>-</u>	<u>26,452</u>	<u>48,863</u>
<b>Total incoming resources</b>		<u>2,330,336</u>	<u>176,451</u>	<u>2,506,787</u>	<u>2,221,300</u>
<b>Resources expended</b>					
<b>Costs of generating funds</b>					
Investment management costs	5	5,951	-	5,951	5,379
<b>Charitable activities</b>					
Costs in furtherance of charitable objects	6	2,166,405	126,646	2,293,051	1,991,322
<b>Governance costs</b>	7	<u>66,236</u>	<u>-</u>	<u>66,236</u>	<u>35,995</u>
<b>Total resources expended</b>		<u>2,238,592</u>	<u>126,646</u>	<u>2,365,238</u>	<u>2,032,696</u>
<b>Net incoming resources for the year</b>		91,744	49,805	141,549	188,604
<b>Other recognised gains and losses</b>					
Unrealised gains on revaluation of tangible fixed assets	10	292,250	-	292,250	58,000
Unrealised gains on investments	11	70,537	-	70,537	30,333
Realised gains on investments	11	<u>22,377</u>	<u>-</u>	<u>22,377</u>	<u>2,466</u>
<b>Net movement in funds</b>		476,908	49,805	526,713	279,403
<b>Reconciliation of funds</b>					
Opening balance brought forward		<u>1,552,380</u>	<u>202,211</u>	<u>1,754,591</u>	<u>1,475,188</u>
Balances carried forward		<u>2,029,288</u>	<u>252,016</u>	<u>2,281,304</u>	<u>1,754,591</u>

**MAYDAY TRUST**  
**(A company limited by guarantee)**

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**SUMMARY INCOME AND EXPENDITURE ACCOUNT**

**31 March 2006**

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	<b>Note</b>	<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
<b>Income</b>		2,467,288	2,182,536
Total expenditure		<u>(2,365,238)</u>	<u>(2,032,696)</u>
<b>Net operating income</b>		102,050	149,840
<b>Other income</b>			
Interest receivable and similar income	3	39,499	38,764
Profit on sale of fixed asset investments	11	<u>22,377</u>	<u>2,466</u>
<b>Net income for the year</b>		<u>163,926</u>	<u>191,070</u>

The Statement of Financial Activities incorporates the Statement of Total Recognised Gains and Losses required by FRS 3.

All of the activities of the charity are classed as continuing.

**MAYDAY TRUST**  
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**BALANCE SHEET**

**31 March 2006**

	Note	2006		2005	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	10		1,294,650		675,131
Investments	11		<u>546,831</u>		<u>447,033</u>
			1,841,481		1,122,164
<b>Current assets</b>					
Debtors	12	154,609		132,437	
Investments	13	250,000		500,000	
Cash at bank		<u>320,006</u>		<u>216,552</u>	
		724,615		848,989	
<b>Creditors:</b> amounts falling due within one year	14	<u>(284,792)</u>		<u>(216,562)</u>	
<b>Net current assets</b>			<u>439,823</u>		<u>632,427</u>
<b>Total assets less current liabilities</b>			<u>2,281,304</u>		<u>1,754,591</u>
<b>Funds</b>					
<b>Unrestricted</b>					
Designated funds	16		726,077		296,077
Other charitable funds	16		492,410		798,016
Revaluation	16		810,801		458,287
<b>Restricted</b>	17		<u>252,016</u>		<u>202,211</u>
			2,281,304		1,754,591

These financial statements were approved by the Board of Trustees on the 9 October 2006 and are signed on their behalf by:

**Trustee**

**NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 31 March 2006**

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**1 Accounting policies**

**1.1 Basis of preparation**

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets, and include the results of the charity's operations which are described in the Directors' and Trustees' Report.

The financial statements have been prepared in accordance with the provisions of the Companies Act 1985 and in compliance with the revised Statement of Recommended Practice - 'Accounting and Reporting by Charities' issued in March 2005 and applicable accounting standards. Certain prior-year figures have been restated in consequence of implementing the new SORP.

The charitable company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cashflow statement and it has also availed itself of Paragraph 3 of Schedule 4 to the Companies Act 1985 by adapting the Companies Act formats to reflect the special nature of its activities.

**1.2 Fund accounting**

***Restricted funds***

Restricted funds represent grants and donations which are subject to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

***Unrestricted funds and designated funds***

Unrestricted funds represent funds that are expendable at the discretion of the trustees in the furtherance of the objects of the charitable company. Such funds may be held in order to finance both working capital and capital investment. Designated funds are those funds which are unrestricted in nature but which have been designated by the trustees to be used in a particular manner.

**1.3 Incoming resources**

Incoming resources represents accommodation charges net of voids, Home Office grants, Housing Association funding, Local Authority funding, Social Services funding and gifts and donations.

Housing Association, Home Office, Local Authority, Social Services and Supporting People funding payments are brought into the accounts in the period to which they relate according to when they are ascertainable by the Trust.

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

- Voluntary income by way of grants, donations and gifts is included in full in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charitable company, are recognised when it becomes unconditionally entitled to the grant.
- Donated services and facilities are included at the value to the charitable company where this can be quantified. The value of services provided by volunteers has not been included in these accounts.

**MAYDAY TRUST**  
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**NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 31 March 2006**

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- Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the charitable company earns the right to consideration by its performance. Where income is received in advance of performance it is treated as deferred income and included within creditors.

**1.4 Resources expended**

Expenditure is recognised on an accrual basis as a liability is incurred.

Charitable expenditure comprises those costs incurred by the charitable company in the delivery of its activities and services for its beneficiaries.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charitable company and include audit fees and costs linked to the strategic management of the charitable company.

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity comprise both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

**1.5 VAT**

Value added tax is not recoverable by the charitable company, and as such is included in the relevant costs in the Statement of Financial Activities and tangible fixed assets.

**1.6 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	2.5% straight line
Equipment	25% straight line

**1.7 Operating leases**

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are reflected in the Statement of Financial Activities as incurred.

**1.8 Investments**

Investments are included in the financial statements at the stated HSBC Fund Managed market value.

**1.9 Pension costs**

The charitable company contributes to the personal pension schemes of certain of its employees. Contributions are charged to the Statement of Financial Activities in the year in which they are incurred. The assets of the schemes are held separately from those of the charity.

**MAYDAY TRUST**  
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**NOTES TO THE FINANCIAL STATEMENTS**

Year ended 31 March 2006

<b>2</b>	<b>Donations</b>	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>2006 Total £</b>	<b>2005 Total £</b>
	Donations	2,395	99,194	101,589	64,260
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>3</b>	<b>Investment income</b>	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>2006 Total £</b>	<b>2005 Total £</b>
	Listed investments	12,835	-	12,835	11,413
	Bank interest receivable	<u>26,664</u>	<u>          </u>	<u>26,664</u>	<u>27,351</u>
		<u>39,499</u>	<u>          </u>	<u>39,499</u>	<u>38,764</u>
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>4</b>	<b>Grants and funding for provision of accommodation</b>	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>2006 Total £</b>	<b>2005 Total £</b>
	Gross accommodation charges	1,330,664	-	1,330,664	1,047,027
	Accommodation voids	(114,265)	-	(114,265)	(95,355)
	Local Authority funding	-	35,437	35,437	50,320
	Supporting People Grant	1,045,591	-	1,045,591	1,032,640
	Social Services funding	<u>          </u>	<u>41,820</u>	<u>41,820</u>	<u>34,781</u>
		<u>2,261,990</u>	<u>77,257</u>	<u>2,399,247</u>	<u>2,069,413</u>
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>5</b>	<b>Investment management costs</b>	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>2006 Total £</b>	<b>2005 Total £</b>
	HSBC Investment Portfolio management fees	5,951	-	5,951	5,379
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

**MAYDAY TRUST**  
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**NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 31 March 2006**

**6 Cost of charitable activities**

The Trustees consider that the main charitable activity of Mayday Trust is the provision of good quality housing and support services to vulnerable people. Accordingly the costs of the charity are attributable to this single purpose.

Support costs comprise the salary costs of certain individuals employed at Head Office. Other head office costs have been classified as direct charitable costs on the basis that they support directly the work of the various projects.

	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>2006 Total £</b>	<b>2005 Total £</b>
<b>Provision of charitable services</b>				
<b>Direct costs</b>				
Wages and salaries	1,086,854	-	1,086,854	1,045,458
Depreciation	84,519	30,413	114,932	97,451
Housing Association charges and rental	313,769	77,257	391,026	319,364
Repairs and renewals	74,688	-	74,688	36,259
Council tax and rates	48,117	-	48,117	41,631
Light and heat	65,708	-	65,708	56,906
Telephone	35,625	-	35,625	29,837
Insurance	54,635	-	54,635	39,940
Advertising	23,949	-	23,949	9,608
Residents recreation and training	3,350	18,976	22,326	19,034
Consultancy and professional fees	44,880	-	44,880	36,595
Licences and rentals	14,383	-	14,383	14,313
Office supplies and printing	17,009	-	17,009	16,692
Other costs	<u>146,859</u>	<u>-</u>	<u>146,859</u>	<u>100,875</u>
	2,014,345	126,646	2,140,991	1,863,963
<b>Support costs</b>				
Wages and salaries	<u>152,060</u>	<u>-</u>	<u>152,060</u>	<u>127,359</u>
	<u>2,166,405</u>	<u>126,646</u>	<u>2,293,051</u>	<u>1,991,322</u>
<b>7 Governance costs</b>				
	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>2006 Total £</b>	<b>2005 Total £</b>
Audit fee	4,500	-	4,500	4,442
Legal fees	<u>61,736</u>	<u>-</u>	<u>61,736</u>	<u>35,995</u>
	<u>66,236</u>	<u>-</u>	<u>66,236</u>	<u>40,437</u>

**MAYDAY TRUST**  
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**NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 31 March 2006**

<b>8</b>	<b>Employees' and trustees' remuneration</b>	<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
	The aggregate payroll costs were:		
	Wages and salaries	1,107,499	1,063,275
	Social security costs	103,793	92,125
	Other pension costs	17,220	17,417
	Benefit in kind	<u>10,402</u>	<u>-</u>
		<u>1,238,914</u>	<u>1,172,817</u>

No trustee received remuneration during the year (2005: £nil)

Expenses totalling £1,975 were paid to five trustees in respect of travel and subsistence (2005: £1,327 to three trustees). The charitable company paid health insurance premiums of £299 in respect of two trustees (2005: £nil). During the year an amount of £1,465 was paid in respect of trustee indemnity insurance.

There were no employees with emoluments above £60,000.

<b>Particulars of employees:</b>	<b>2006</b>	<b>2005</b>
	<b>No</b>	<b>No</b>
The average number of staff employed by the charity during the financial year amounted to:		
Head office	8	8
Schemes	<u>60</u>	<u>59</u>
	<u>68</u>	<u>67</u>

<b>9</b>	<b>Net incoming resources</b>	<b>2006</b>	<b>2005</b>
		<b>£</b>	<b>£</b>
	Net incoming resources are stated after charging:		
	Depreciation of owned assets	114,932	97,451
	Auditors' remuneration	4,500	4,442
	Operating lease rentals:		
	-plant and machinery	9,931	11,066
	-land and buildings	<u>357,590</u>	<u>187,656</u>

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**NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 31 March 2006**

<b>10 Tangible fixed assets</b>	<b>Freehold property £</b>	<b>Equipment £</b>	<b>Total £</b>
<b>Cost or valuation</b>			
At 1 April 2005	540,000	278,530	818,530
Additions	350,000	92,201	442,201
Disposals	-	(115,863)	(115,863)
Revaluation	<u>270,000</u>	<u>-</u>	<u>270,000</u>
At 31 March 2006	1,160,000	254,868	1,414,868
<b>Depreciation</b>			
At 1 April 2005	-	143,399	143,399
Charge for the year	22,250	92,682	114,932
On disposals	-	(115,863)	(115,863)
Revaluation adjustment	<u>(22,250)</u>	<u>-</u>	<u>(22,250)</u>
At 31 March 2006	-	120,218	120,218
<b>Net book value</b>			
At 31 March 2006	1,160,000	134,650	1,294,650
At 31 March 2005	540,000	135,131	675,131

In respect of assets stated at valuations, the comparable historical cost and depreciation values are as follows:

	<b>2006 £</b>	<b>2005 £</b>
Net book value of revalued tangible fixed assets		
Net book value at the end of year	1,160,000	540,000
Historical cost	496,872	146,872
<b>Depreciation</b>		
At 1 April 2005	22,032	18,360
Charge for year	<u>12,422</u>	<u>3,672</u>
At 31 March 2006	34,454	22,032
<b>Net historical cost value</b>		
At 31 March 2006	462,418	124,840
At 31 March 2005	124,840	128,512

The properties owned by the charity were independently valued by Ashby Lowery Commercial, Chartered Surveyors on 15 June 2006. This was a full valuation, based on the open market values of the properties, on a current use basis.

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**NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 31 March 2006**

<b>11</b>	<b>Fixed asset investments</b>	<b>2006</b>	<b>2005</b>
		£	£
	<b>Movement in market value</b>		
	Market value of investments at 1 April 2005	424,656	372,322
	Additions	109,542	140,718
	Sales proceeds from disposals	(136,299)	(121,183)
	Realised investment gains on disposal	22,377	2,466
	Unrealised gains on revaluation in the year ended 31 March 2006	<u>70,537</u>	<u>30,333</u>
	Market value of investments at 31 March 2006	490,814	424,656
	Cash held for investment by brokers	<u>56,018</u>	<u>22,377</u>
	Total market value at 31 March 2006	546,831	447,033
		=====	=====
	Historical cost of investments at 31 March 2006	377,595	381,529
		=====	=====

The investments comprise of a portfolio of funds managed by HSBC Fund Managers.

<b>Investments at market value comprise:</b>	<b>UK</b>	<b>Overseas</b>	<b>Total</b>
	£	£	£
Gilts	29,480	-	29,480
Equities	307,113	-	307,113
Investment funds	-	154,221	154,221
Cash	<u>56,017</u>	<u>-</u>	<u>56,017</u>
	392,609	154,221	546,831
	=====	=====	=====

Included within the portfolio are the following investments which comprise more than 5% of the market value of the portfolio:

	%
BP \$0.25 Ordinary shares	5.6

<b>12</b>	<b>Debtors</b>	<b>2006</b>	<b>2005</b>
		£	£
	Other debtors	123,797	73,408
	Prepayments	30,812	40,259
	Accrued income	<u>-</u>	<u>18,770</u>
		154,609	132,437
		=====	=====
<b>13</b>	<b>Current asset investments</b>	<b>2006</b>	<b>2005</b>
		£	£
	HSBC Money Market	250,000	500,000
		=====	=====

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**NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 31 March 2006**

<b>14</b>	<b>Creditors: amounts falling due within one year</b>	<b>2006</b>	<b>2005</b>
		£	£
	Trade creditors	22,617	16,553
	Other creditors	61,584	61,627
	Accruals	148,551	103,196
	Deferred income	<u>52,040</u>	<u>35,186</u>
		284,792	216,562
		<u><u>          </u></u>	<u><u>          </u></u>

**15 Commitments under operating leases**

At 31 March 2006 the charity had annual commitments under non-cancellable operating leases as set out below:

	2006		2005	
	Land and buildings £	Other items £	Land and buildings £	Other items £
Operating leases which expire				
Within one year	314,445	-	357,590	-
Within 2 to 5 years	-	11,202	-	6,462
After 5 years	<u>-</u>	<u>3,469</u>	<u>-</u>	<u>3,469</u>
	314,445	14,671	357,590	9,931
	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>

**16 Unrestricted Funds**

	Movement in resources				
	Balance at 01.04.2005 £	Incoming resources £	Utilised/ released £	Transfers and gains/(losses) £	Balance at 31.03.2006 £
<b>Designated</b>					
Major repairs fund	296,077	-	-	30,000	326,077
Broadmead Court refurbishment fund	-	-	-	400,000	400,000
<b>Other charitable funds</b>					
General	798,016	2,330,336	2,238,592	(397,350)	492,410
Revaluation	<u>458,287</u>	<u>-</u>	<u>-</u>	<u>352,514</u>	<u>810,801</u>
	1,552,380	2,330,336	2,238,592	385,164	2,029,288
	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>

The income of the charity includes the above designated funds which have been set aside out of unrestricted funds by the trustees for a specific purpose.

The major repairs fund is a fund for anticipated future repairs and renewals costs. In August 2005 a property stock commission survey was conducted by Rooftop which has identified a funding requirement of £10,670,735 over the next 30 years.

The Broadmead Court refurbishment fund is a fund set aside for planned structural works and refurbishment works at Broadmead Court.

**MAYDAY TRUST**  
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**NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 31 March 2006**

17	Restricted Funds	Movement in resources				Balance at 31.03.2006 £
		Balance at 01.04.2005 £	Incoming resources £	Utilised/ (released) £	Transfers £	
	Mayday Independence	13,767	24,048	17,083	-	20,732
	Mayday House	10,745	24,108	26,509	-	8,344
	Leamington 1	5,469	730	1,260	-	4,939
	Leamington 2	6,452	1,932	1,116	-	7,268
	William Wallsgrove	7,638	1,955	2,425	-	7,168
	Stephen Ross House	6,419	50,578	44,733	-	12,263
	Conduit Road	942	3,221	3,649	-	514
	Northampton	43,124	13,725	5,971	-	50,878
	Wellingborough	27,013	22,448	5,461	-	44,000
	Leighton Buzzard	48,530	13,507	9,793	-	52,244
	Daventry	9,611	1,691	1,859	-	9,443
	Janus	-	3,000	212	-	2,788
	Parkfield	150	-	-	-	150
	FutureTracks	19,694	13,509	5,130	-	28,073
	Central	2,657	2,000	1,446	-	3,211
		202,211	176,451	126,646	-	252,016

The restricted funds consist of donations and grants made to Mayday Trust for use solely on the specified housing projects. The funds are used to maintain the properties in a good state of repair and for refurbishments as and when required.

18	Analysis of net assets	Tangible	Investments	Other	Total
		fixed		net	
Restricted funds		£	£	£	£
	Mayday Independence	7,637	-	13,095	20,732
	Mayday House	3,053	-	5,291	8,344
	Leamington 1	775	-	4,164	4,939
	Leamington 2	704	-	6,564	7,268
	William Wallsgrove	445	-	6,723	7,168
	Stephen Ross House	1,782	-	10,481	12,263
	Conduit Road	514	-	-	514
	Northampton	11,648	-	39,230	50,878
	Wellingborough	5,548	-	38,452	44,000
	Janus	637	-	2,151	2,788
	Leighton Buzzard	13,847	-	38,397	52,244
	Daventry	1,985	-	7,458	9,443
	Parkfield	-	-	150	150
	FutureTracks	6,930	-	21,143	28,073
	Central	-	-	3,211	3,211
		55,505	-	196,511	252,016
	<b>Unrestricted funds</b>	<u>1,239,145</u>	<u>546,831</u>	<u>243,312</u>	<u>2,029,288</u>
		1,294,650	546,831	439,823	2,281,304

**MAYDAY TRUST**  
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**NOTES TO THE FINANCIAL STATEMENTS**

**Year ended 31 March 2006**

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**19 Company limited by guarantee**

The company is limited by guarantee and does not have a share capital. Each member's liability is limited to a maximum of £1.

**MAYDAY TRUST**  
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**DONORS**

**YEAR ENDED 31 MARCH 2006**

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We acknowledge with grateful thanks the following for grants and donations received in the financial year ended 31 March 2006.

29 <sup>th</sup> May 1961 Charitable Trust	HBOS Community Foundation
Age Concern	IBC Employees Charity Committee
The Alan Edward Higgs Charity	J C Seccombe Charitable Trust
Amicus, Rugby District Branch	Jephson Housing Association
Ashby St Ledger Church	The King Henry VIII Endowed Trust,
	Warwick Leamington Relief in Sickness Fund
Association of Dunstable Charities	Leighton Buzzard Parochial Church Mission
Austin Edwards Charity Trust	Leighton-Linslade Town Council
B D Tomlins Charitable Trust	Linda Wainscott
Badby School	Lloyds TSB Foundation for England and Wales
The Baily Thomas Charitable Fund	Lutterworth Christmas Fund
Bank of England	Major Simon Whitbread Charitable Trust
Barchester Healthcare Foundation	Market Harborough Building Society Charitable Foundation
	Marks & Spencer
Barclays Bank	Marsh Christian Trust
Baron Davenport's Charity	The Mary Webb Trust
Mr Peter Bates	Maud Elkington Charitable Trust
The Beatrice Laing Trust	Michael Jones, Jeweller
Bedford Borough Council	The Neighbourly Charitable Trust
Bedfordshire & Luton Community Foundation	The Newfield Charitable Trust
Bedfordshire Police Authority	Newnham School
The Bernard Sunley Charitable Trust	Newnham Church
Captain L G Bellamy	Nancy Bateman Charitable Trust
Biffaward	Northampton Borough Council
The Blakemore Foundation	Northampton Municipal Church Charity
Borough Council of Wellinborough	Northampton Queen's Institute Relief in Sickness Fund
The Chartered Society of Queen Square	Northamptonshire County Council
Mr and Mrs B Chessell	The Norton Foundation
Christ Church Woodloes Park LEP	The Page Fund
The Christopher H R Reeves Charitable Trust	The Parish of All Saints, Leighton Buzzard
Mrs Sylvia Clay	Mr and Mrs R Parmar
Constance Travis Charitable Trust	The Percy Bilton Charity
The Coutts Charitable Trust	Peugeot
The Coventry & Warwickshire Hospital Saturday Fund	The Phillips Charitable Trust
Cummins Community Action Group	Provincial Grand Lodge of Bedfordshire
The Daventry Consolidated Charity	Provincial Grand Lodge of Warwickshire
Daventry Country Park	The Religious Society of Friends, Warwick
Daventry Tertiary College	The Richard Cadbury Charitable Trust
Daventry Relief in Need Charity	Robert Kiln Charitable Trust
Eastlands School	Rolls Royce Ansty Charity Committee
The Elaine Barratt Charitable Trust	Rotary Club of Leighton Buzzard
Eleanor Barton Trust	Rugby Age Concern
Mr and Mrs W Ellis	Rugby Methodist Church
The Ellis Discretionary Trust	Rugby Rokeby Lions Club
The Eranda Foundation	Rugby United Reform Church
Family Welfare Association	Rugby Welfare Charities
The Farrer Brown Charitable Association	The Sir Edward Boulton Long Lawford Charity
The Fellowship of Mercers Ford Britain Trust	Skipton Building Society
Garfield Weston Foundation	South Bedfordshire District Council
Mrs Audrey Gillitt	Sport Relief

**MAYDAY TRUST**  
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**DONORS – continued**

**YEAR ENDED 31 MARCH 2006**

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We acknowledge with grateful thanks the following for grants and donations received in the financial year ended 31 March 2006.

Griffin Charity (Vauxhall)  
Groundswell UK  
Symons Builders Limited  
Tesco  
Vauxhall  
Waitrose  
Warwickshire Council Council  
Warwickshire Social Services  
Warwickshire Quality Partnership  
The W.E.D. Charitable Trust

St Peter's & St Johns Church Rugby  
The Sydney Black Charitable Trust  
Weetabix  
Wellingborough Relief in Need Charity  
Wilkinsons  
The Wixamtree Trust  
The Worshipful Company of Gardeners  
The Wyvill Charitable Trust