

REGISTERED CHARITY NUMBER: SC047592

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE PERIOD 18 JULY 2017 TO 31 JULY 2018
FOR
THE MGA FOUNDATION**

Sedulo Accountants Limited
Chartered Certified Accountants
62-66 Deansgate
Manchester
M3 2EN

THE MGA FOUNDATION

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE PERIOD 18 JULY 2017 TO 31 JULY 2018**

	Page
Report of the Trustees	1 to 3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6
Notes to the Financial Statements	7 to 9
Detailed Statement of Financial Activities	10

THE MGA FOUNDATION

REPORT OF THE TRUSTEES FOR THE PERIOD 18 JULY 2017 TO 31 JULY 2018

The trustees present their report with the financial statements of the charity for the period 18 July 2017 to 31 July 2018. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Charitable purpose

The MGA Foundation is a Scottish Charity supporting people from non-privileged backgrounds currently living in Scotland by offering financial freedom to pursue an education and training in singing, acting, dance and musical theatre.

The objective of The MGA Foundation is to advance the performing arts education of young people living in Scotland, by awarding grants to such young people to attend accredited dance and drama schools to take classes, workshops and full time training in the performing arts.

The trustees have come together with a commitment and passion working professionally in the performing arts to open up a range of opportunities which nurture and channel talent and promote excellence.

No funding was granted in the first financial year, however The MGA Foundation is currently accepting applications for the following training periods:

- * For part-time training and individual opportunities support commencing September 2019 onwards.
- * For full-time training support commencing October 2019 for students starting their training in September 2020.

Public benefit

The trustees of The MGA Foundation have paid due regard to the OSCR (Scottish charity regulators) guidance on public benefit in deciding what activities the charity should undertake.

Grantmaking

To be eligible for financial assistance from the MGA Foundation you must be:

- * living in Scotland at the time of application
- * able to demonstrate a genuine financial need
- * willing to attend an audition and interview
- * demonstrate a potential to excel within the performing arts
- * able and willing for us to contact and request a reference from your proposed training provider
- * willing to commit to supporting the work of the MGA Foundation throughout your future career

ACHIEVEMENT AND PERFORMANCE

Charitable activities

During the first financial year, one of the Trusts Directors Murray Grant, gave a series of educational workshops at dance schools and performing arts colleges in Stornoway, Orkney, Inverness, Aberdeen and Skye. These workshops gave the young people their very first opportunity of working with a professional choreographer with a high standard of expectation and gave a glimpse into the demands of a career in the performing arts industry. These workshops reached out to hundreds children.

As a professional performer and choreographer, Murray exudes energy and passion and the workshops were revelatory, particularly for the boys who attended, many of whom had only ever been taught by women.

A website and Facebook page were created including a donation button.

A major launch event took place as part of a sold out performance of A Christmas Wish at the Usher Hall in December 2017 which over 2000 people attended, including a raffle and bucket shake at the end of the evening.

THE MGA FOUNDATION

REPORT OF THE TRUSTEES FOR THE PERIOD 18 JULY 2017 TO 31 JULY 2018

FINANCIAL REVIEW

Financial position

Details of the income and expenditure for the first financial period is per the attached financial statements.

During the year, funds were spent building a case for support, to allow The MGA Foundation to look for corporate sponsorship. Funds were also spent on professional fees, as The MGA Foundation were looking for a social hub, This was achieved in November 2018.

At the 31 July 2018 The MGA Foundation had unrestricted funds of £10,708.

Principal funding sources

Our principal source of funding is through corporate sponsorship and the general public.

Reserves policy

The trustees' policy is to retain three months worth of normal running costs in order to meet commitments and to cover any unexpected expenditure. The trustees believe that this is an acceptable range but will continue to monitor the position.

FUTURE PLANS

The MGA Foundation trustees have board meeting regularly (every 4-6 weeks), to discuss fund raising activities, and plans are in place for a Gala Ball and a Strictly Come Prancing event in 2019.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Charity constitution

The Charity is a Scottish Charitable Incorporated Organisation (a SCIO). It was registered in its current legal form on 18 July 2017. It has a single tier structure and as such the trustees are the members of the charity.

Appointment of new trustees

Trustees are elected at the annual general meeting which is held in June. There must be a minimum of four and a maximum of eight trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

SC047592

Principal address

3 Glanville Place
Edinburgh
EH3 6SZ

Trustees

Andrew Gowland (Chair)	- appointed 18.7.17
Carole Gibson (Secretary)	- appointed 18.7.17
Sarah Heney	- appointed 20.2.18
Megan Davidson	- appointed 18.7.17
Murray Grant (Vice Chair)	- appointed 18.7.17
Peter Ferguson (Treasurer)	- appointed 18.7.17

Independent examiner

Sedulo Accountants Limited
Chartered Certified Accountants
62-66 Deansgate
Manchester
M3 2EN

THE MGA FOUNDATION

**REPORT OF THE TRUSTEES
FOR THE PERIOD 18 JULY 2017 TO 31 JULY 2018**

Approved by order of the board of trustees on 25/04/2019 and signed on its behalf by:



.....
Andrew Gowland (Chair) - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE MGA FOUNDATION**

I report on the accounts for the period ended 31 July 2018 set out on pages five to ten.

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 (as amended). 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 in the accounts.

Independent examiner's statement

In the course of 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 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.



Daniel Wilson FCCA
Sedulo Accountants Limited
Chartered Certified Accountants
62-66 Deansgate
Manchester
M3 2EN

Date: 29/4/19

THE MGA FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD 18 JULY 2017 TO 31 JULY 2018**

	Notes	Unrestricted fund £
INCOME AND ENDOWMENTS FROM		
Donations and legacies		24,589
Total		<u>24,589</u>
EXPENDITURE ON		
Charitable activities		
Charitable expenditure		13,691
Other		190
Total		<u>13,881</u>
NET INCOME		<u>10,708</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>10,708</u></u>

The notes form part of these financial statements

THE MGA FOUNDATION

**BALANCE SHEET
AT 31 JULY 2018**

	Notes	Unrestricted fund £
FIXED ASSETS		
Intangible assets	4	1,515
Tangible assets	5	270
		<u>1,785</u>
 CURRENT ASSETS		
Cash at bank		12,460
 CREDITORS		
Amounts falling due within one year	6	(3,537)
		<u>8,923</u>
 NET CURRENT ASSETS		
		<u>10,708</u>
 TOTAL ASSETS LESS CURRENT LIABILITIES		
		<u>10,708</u>
 NET ASSETS		
		<u>10,708</u>
 FUNDS		
Unrestricted funds	7	10,708
		<u>10,708</u>
 TOTAL FUNDS		
		<u>10,708</u>

The financial statements were approved by the Board of Trustees on 25/11/18 and were signed on its behalf by:



.....
Andrew Gowland (Chair)-Trustee

THE MGA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD 18 JULY 2017 TO 31 JULY 2018

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared in accordance with the FRS 102, the Charities and Trustee Investment (Scotland) Act 2005 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities. The financial statements have been prepared under the historical cost convention.

The financial statements are prepared in sterling, which is the functional currency of the charity.

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.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less accumulated amortisation and any accumulated impairment losses.

Website development costs are being amortised evenly over their estimated useful life of three years.

Tangible fixed assets

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

Computer equipment	- 20% on cost
--------------------	---------------

Taxation

The charity is exempt from tax on its charitable activities.

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.

Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees have adopted the going concern basis of accounting in preparing the accounts.

2. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the period ended 31 July 2018.

Trustees' expenses

There were no trustees' expenses paid for the period ended 31 July 2018.

THE MGA FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD 18 JULY 2017 TO 31 JULY 2018**

3. STAFF COSTS

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

2

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

4. INTANGIBLE FIXED ASSETS

Computer
software
£

COST

Additions

1,702

AMORTISATION

Charge for year

187

NET BOOK VALUE

At 31 July 2018

1,515

5. TANGIBLE FIXED ASSETS

Computer
equipment
£

COST

Additions

300

DEPRECIATION

Charge for year

30

NET BOOK VALUE

At 31 July 2018

270

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Trade creditors

£
1,787

Other creditors

1,750

3,537

THE MGA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE PERIOD 18 JULY 2017 TO 31 JULY 2018

7. MOVEMENT IN FUNDS

	Net movement in funds £	At 31.7.18 £
Unrestricted funds		
General fund	10,708	10,708
TOTAL FUNDS	<u>10,708</u>	<u>10,708</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	24,589	(13,881)	10,708
TOTAL FUNDS	<u>24,589</u>	<u>(13,881)</u>	<u>10,708</u>

8. RELATED PARTY DISCLOSURES

During the period ended 31 July 2018 the charity received a donation of £24,000 from The MGA Academy of Performing Arts Limited.

At the 31 July 2018 the charity owed The MGA Academy of Performing Arts Limited £1,137 in relation to services received.

THE MGA FOUNDATION

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD 18 JULY 2017 TO 31 JULY 2018**

	£
INCOME AND ENDOWMENTS	
Donations and legacies	
Donations	24,589
Total incoming resources	<u>24,589</u>
EXPENDITURE	
Charitable activities	
Wages	6,368
Fundraising services	1,800
Professional fees	2,850
Telephone	70
Postage and stationery	506
Advertising and marketing	115
Amortisation of intangible fixed assets	187
Depreciation of tangible fixed assets	30
Bank charges	15
	<u>11,941</u>
Support costs	
Governance costs	
Accountancy	1,940
Total resources expended	<u>13,881</u>
Net income	<u><u>10,708</u></u>

This page does not form part of the statutory financial statements