

REGISTERED COMPANY NUMBER: SC230960 (Scotland)
REGISTERED CHARITY NUMBER: SC033349

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2019
for
Lairg and District Community Initiatives

Mackay & Co
Chartered Accountants
Main Street
Golspie
Sutherland
KW10 6RH

Lairg and District Community Initiatives

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for the Year Ended 31 March 2019

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Lairg and District Community Initiatives

Report of the Trustees for the Year Ended 31 March 2019

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 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The aims of the company include:

1. To manage community land and associated assets for the benefits for the community of Lairg and district, and the public at large.
2. To provide, or assist in providing, recreational facilities and/or organising recreational activities to improve the conditions of life of the community and following principles of sustainable development.
3. To advance community development, including urban and rural regeneration.
4. To advance the education of the community about its environment, culture, heritage and history.
5. To advance environmental protection or improvement including preservation and conservation of the natural environment, the promotion of sustainable development, the maintenance, improvement or provision of environmental amenities for the community and/or the preservation of buildings or sites of architectural, historic or other importance to the community.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

TBA

FINANCIAL REVIEW

Financial position

At the balance sheet date there are total reserves of £220,490 (2018 - prior to re-statement - £60,721) of which £167,064 (2018 - £6,767) represents unrestricted funds.

Cash at bank is £88,476 (2018 - £56,803) of which £79,751 is restricted.

Reserves policy

The directors regularly review the future financial requirements of the company. They have a policy whereby the unrestricted funds held should be at least six months of net general expenditure.

Lairg and District Community Initiatives

Report of the Trustees
for the Year Ended 31 March 2019

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The governing documents of the charity are the Memorandum and Articles of Association of the Company, which was incorporated on 30th April 2002 as a company limited by guarantee of £1 per member.

The names of the persons who served as directors during the year and up to the date of this report are as listed.

The charitable company obtains funding and assistance from various sources, including the Highland Council, Highland & Islands Enterprise, SSE Achany Windfarm Fund, Lairg Windfarm Fund, Foundation Scotland, and by its own fund raising.

Its aim in recruiting new directors is to have as broad a skill base as possible. This means that much of the day-to-day administration can be done by a director.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC230960 (Scotland)

Registered Charity number

SC033349

Registered office

Old School House
Main Street
LAIRG
Sutherland
IV27 4DD

Trustees

S D Maclean	- resigned 4.1.19
C Smith	
Miss J Blackwell	- appointed 4.1.19
	- resigned 16.9.19
B M Bruce	- appointed 12.9.18
	- resigned 16.9.19
R A Fritz-Hewer	- appointed 4.1.19
Dr. A F Marshall	- appointed 30.8.18
N Mcleod	
Mrs A L Parrott	
Miss C Powell	- appointed 12.9.18
Miss K I Hurrion	
R Johnstone	
Ms A Magee	- appointed 10.10.19

Company Secretary

R Johnstone

Lairg and District Community Initiatives

Report of the Trustees
for the Year Ended 31 March 2019

REFERENCE AND ADMINISTRATIVE DETAILS

Independent examiner

Marcus D. MacIver
CA (ICAS)
Mackay & Co
Chartered Accountants
Main Street
Golspie
Sutherland
KW10 6RH

Solicitors

Macleod & MacCallum
28 Queensgate
Inverness
IV1 1YN

Approved by order of the board of trustees on 19 December 2019 and signed on its behalf by:



R Johnstone - Secretary

Independent Examiner's Report to the Trustees of
Lairg and District Community Initiatives

I report on the accounts for the year ended 31 March 2019 set out on pages five to fifteen.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (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 by the accounts.

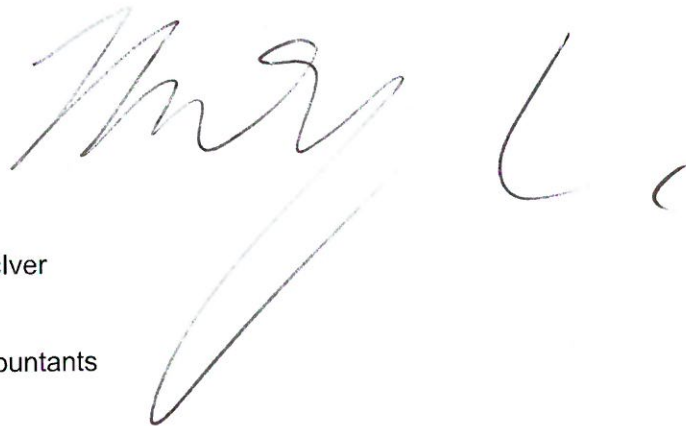
Independent examiner's statement

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 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.



Marcus D. Maclver
CA (ICAS)
Mackay & Co
Chartered Accountants
Main Street
Golspie
Sutherland
KW10 6RH

19 December 2019

Lairg and District Community Initiatives

Statement of Financial Activities
for the Year Ended 31 March 2019

		Unrestricted fund	Restricted fund	31.3.19 Total funds	31.3.18 Total funds as restated
	Notes	£	£	£	£
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	-	-	-	250
Charitable activities					
General	4	-	14,591	14,591	30,913
Police Station feasibility		-	5,900	5,900	6,000
Care & Wellbeing Centre project		-	35,660	35,660	47,428
Lairg Through Time		-	2,303	2,303	-
Footpath		-	2,460	2,460	-
Other trading activities	3	5,932	-	5,932	3,282
Total		<u>5,932</u>	<u>60,914</u>	<u>66,846</u>	<u>87,873</u>
EXPENDITURE ON					
Charitable activities					
General	5	34	9,621	9,655	38,687
Police Station feasibility		-	6,144	6,144	-
Care & Wellbeing Centre project		(3,008)	32,855	29,847	29,103
Lairg Through Time		-	2,303	2,303	-
Footpath		-	2,460	2,460	-
Winterfest		3,840	200	4,040	-
Total		<u>866</u>	<u>53,583</u>	<u>54,449</u>	<u>67,790</u>
NET INCOME		<u>5,066</u>	<u>7,331</u>	<u>12,397</u>	<u>20,083</u>
Transfers between funds	15	<u>155,231</u>	<u>(155,231)</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u>160,297</u>	<u>(147,900)</u>	<u>12,397</u>	<u>20,083</u>
RECONCILIATION OF FUNDS					
As previously reported		6,767	53,954	60,721	40,638
Prior year adjustment	10	-	147,372	147,372	-
As Restated		<u>6,767</u>	<u>201,326</u>	<u>208,093</u>	<u>40,638</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>167,064</u></u>	<u><u>53,426</u></u>	<u><u>220,490</u></u>	<u><u>60,721</u></u>

The notes form part of these financial statements

Lairg and District Community Initiatives

Balance Sheet
At 31 March 2019

	Notes	Unrestricted fund £	Restricted fund £	31.3.19 Total funds £	31.3.18 Total funds as restated £
FIXED ASSETS					
Tangible assets	11	158,239	-	158,239	155,231
CURRENT ASSETS					
Stocks	12	100	-	100	100
Debtors	13	-	22	22	-
Cash at bank and in hand		8,725	79,751	88,476	56,803
		<u>8,825</u>	<u>79,773</u>	<u>88,598</u>	<u>56,903</u>
CREDITORS					
Amounts falling due within one year	14	-	(26,347)	(26,347)	(151,413)
NET CURRENT ASSETS/(LIABILITIES)					
		<u>8,825</u>	<u>53,426</u>	<u>62,251</u>	<u>(94,510)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>167,064</u>	<u>53,426</u>	<u>220,490</u>	<u>60,721</u>
NET ASSETS					
		<u>167,064</u>	<u>53,426</u>	<u>220,490</u>	<u>60,721</u>
FUNDS					
Unrestricted funds	15			167,064	6,767
Restricted funds				<u>53,426</u>	<u>53,954</u>
TOTAL FUNDS					
				<u>220,490</u>	<u>60,721</u>

The notes form part of these financial statements

Lairg and District Community Initiatives

Balance Sheet - continued

At 31 March 2019

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2019 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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 on 19 December 2019 and were signed on its behalf by:



R Johnstone -Trustee

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Changes in accounting policies

Depreciation on Freehold Property provided in prior years has been reversed and the depreciation rate going forward will be nil on the basis that the property represents land which is unlikely to depreciate in value.

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.

Freehold property	-	not provided
Fixtures and fittings	-	25% on cost

Stocks

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

Taxation

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

1. ACCOUNTING POLICIES - continued

Fund accounting

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

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

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

Pension costs and other post-retirement benefits

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

2. DONATIONS AND LEGACIES

	31.3.19	31.3.18 as restated
	£	£
Donations and fundraising	-	250
	<u> </u>	<u> </u>

3. OTHER TRADING ACTIVITIES

	31.3.19	31.3.18 as restated
	£	£
Fundraising events	5,932	3,282
	<u> </u>	<u> </u>

4. INCOME FROM CHARITABLE ACTIVITIES

		31.3.19	31.3.18 as restated
	Activity	£	£
Other income	General	-	806
Grants	General	14,591	30,107
Grants	Police Station feasibility	5,900	6,000
Grants	Care & Wellbeing Centre project	35,660	47,428
Grants	Lairg Through Time	2,303	-
Grants	Footpath	2,460	-
		<u> </u>	<u> </u>
		<u>60,914</u>	<u>84,341</u>

Lairg and District Community Initiatives

Notes to the Financial Statements - continued
for the Year Ended 31 March 2019

4. INCOME FROM CHARITABLE ACTIVITIES - continued

Grants received, included in the above, are as follows:

	31.3.19	31.3.18 as restated
	£	£
Achany Windfarm	12,892	25,000
Highland Council	-	2,500
Foundation Scotland	7,138	-
Robertson Trust	-	1,250
Rosehall Windfarm	5,900	6,000
Micro Scheme	234	475
Highlands and Islands Enterprise	-	160
Scottish Land Fund	32,410	43,283
Scottish Community Alliance	-	472
Lairg Windfarm	37	4,145
Curry Fund	-	250
National HLF	2,303	-
	<u>60,914</u>	<u>83,535</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct costs	Support costs	Totals
	£	£	£
General	8,347	1,308	9,655
Police Station feasibility	6,144	-	6,144
Care & Wellbeing Centre project	29,847	-	29,847
Lairg Through Time	2,303	-	2,303
Footpath	2,460	-	2,460
Winterfest	4,040	-	4,040
	<u>53,141</u>	<u>1,308</u>	<u>54,449</u>

Winterfest is a festival that is arranged during the winter and enjoyed by the whole community.

The Care and Well-Being project represents funds received and used towards the development of the Sutherland Arms hotel site which was purchased in 2018 with funds from The Scottish Land Fund.

The Police Station feasibility project is funded through EON Rosehall Community Fund to study the potential ownership of the old police station.

The Footpath project aims to improve the woodland alongside Loch Shin by improving paths and installing wood carvings.

Lairg Through Time is a project to install artwork and create a leaflet on Lairg's heritage in the Lairg bus shelter, involving the local primary school pupils.

6. NET INCOME/(EXPENDITURE)

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

	31.3.19	31.3.18 as restated
	£	£
Depreciation - owned assets	<u>(3,008)</u>	<u>3,008</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2019 nor for the year ended 31 March 2018 .

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2019 nor for the year ended 31 March 2018 .

8. STAFF COSTS

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

	31.3.19	31.3.18
Project Officer	<u>1</u>	<u>1</u>

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

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds as restated £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	-	250	250
Charitable activities			
General	287	30,626	30,913
Police Station feasibility	-	6,000	6,000
Care & Wellbeing Centre project	-	47,428	47,428
Other trading activities	<u>2,867</u>	<u>415</u>	<u>3,282</u>
Total	<u>3,154</u>	<u>84,719</u>	<u>87,873</u>
EXPENDITURE ON			
Charitable activities			
General	1,557	37,130	38,687
Care & Wellbeing Centre project	-	29,103	29,103
Total	<u>1,557</u>	<u>66,233</u>	<u>67,790</u>

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund	Restricted fund	Total funds as restated
	£	£	£
NET INCOME	1,597	18,486	20,083
Transfers between funds	(334)	334	-
Net movement in funds	1,263	18,820	20,083
RECONCILIATION OF FUNDS			
Total funds brought forward	5,504	35,134	40,638
TOTAL FUNDS CARRIED FORWARD	6,767	53,954	60,721

10. PRIOR YEAR ADJUSTMENT

A prior year adjustment has been made to re-allocate the receipt of the grant awarded for the purpose of purchasing the site of the Sutherland Arms Hotel. The grant had been allocated to deferred income but as it has been spent it should be reflected in reserves.

11. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 April 2018 and 31 March 2019	158,239	1,183	159,422
DEPRECIATION			
At 1 April 2018	3,008	1,183	4,191
Charge for year	(3,008)	-	(3,008)
At 31 March 2019	-	1,183	1,183
NET BOOK VALUE			
At 31 March 2019	158,239	-	158,239
At 31 March 2018	155,231	-	155,231

12. STOCKS

	31.3.19	31.3.18 as restated
	£	£
Stocks	100	100
	<u>100</u>	<u>100</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.19	31.3.18 as restated
	£	£
Prepayments	22	-
	<u>22</u>	<u>-</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.19	31.3.18 as restated
	£	£
Trade creditors	6,300	-
Social security and other taxes	-	523
Other creditors	4,004	3,518
Funds received in advance	16,043	147,372
	<u>26,347</u>	<u>151,413</u>

15. MOVEMENT IN FUNDS

	At 1.4.18 £	Prior year adjustment £	Net movement in funds £	Transfers between funds £	At 31.3.19 £
Unrestricted funds					
General fund	6,767	-	5,066	155,231	167,064
Restricted funds					
Restricted	53,954	147,372	7,331	(155,231)	53,426
TOTAL FUNDS	<u>60,721</u>	<u>147,372</u>	<u>12,397</u>	<u>-</u>	<u>220,490</u>

15. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	5,932	(866)	5,066
Restricted funds			
Restricted	60,914	(53,583)	7,331
TOTAL FUNDS	<u>66,846</u>	<u>(54,449)</u>	<u>12,397</u>

Comparatives for movement in funds

	At 1.4.17 £	Net movement in funds £	Transfers between funds £	At 31.3.18 £
Unrestricted Funds				
General fund	5,504	1,597	(334)	6,767
Restricted Funds				
Restricted	35,134	18,486	334	53,954
TOTAL FUNDS	<u>40,638</u>	<u>20,083</u>	<u>-</u>	<u>60,721</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	3,154	(1,557)	1,597
Restricted funds			
Restricted	84,719	(66,233)	18,486
TOTAL FUNDS	<u>87,873</u>	<u>(67,790)</u>	<u>20,083</u>

Transfers between funds

The net book value of the freehold property has been transferred from restricted funds to unrestricted funds on the basis that there is no restriction on the use of the property.

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2019.

Lairg and District Community Initiatives

Detailed Statement of Financial Activities
for the Year Ended 31 March 2019

	Unrestricted funds	Restricted funds	31.3.19 Total funds	31.3.18 Total funds as restated
	£	£	£	£
INCOME AND ENDOWMENTS				
Donations and legacies				
Donations and fundraising	-	-	-	250
Other trading activities				
Fundraising events	5,932	-	5,932	3,282
Charitable activities				
Other income	-	-	-	806
Grants	-	60,914	60,914	83,535
	<hr/>	<hr/>	<hr/>	<hr/>
	-	60,914	60,914	84,341
	<hr/>	<hr/>	<hr/>	<hr/>
Total incoming resources	5,932	60,914	66,846	87,873
EXPENDITURE				
Charitable activities				
Wages	-	21,217	21,217	25,590
Pensions	-	-	-	505
Rent and room hire	-	2,617	2,617	2,100
Insurance	-	169	169	-
Postage and telephone	34	1,162	1,196	1,209
Sundries	-	244	244	3,618
Gala week / crofters show	204	-	204	-
Winterfest expenses	3,636	-	3,636	-
Travel, etc	-	190	190	1,048
Prizes	-	-	-	748
Training	-	190	190	280
Room hire	-	200	200	200
Events	-	-	-	1,615
Stock for resale	-	-	-	606
Project consultancy fees	-	10,500	10,500	-
Design work for path	-	2,460	2,460	-
Feasibility studies	-	6,144	6,144	-
Bus stop	-	2,015	2,015	-
Site development	-	5,167	5,167	-
Freehold property	(3,008)	-	(3,008)	3,008
	<hr/>	<hr/>	<hr/>	<hr/>
	866	52,275	53,141	40,527
Support costs				

This page does not form part of the statutory financial statements

Lairg and District Community Initiatives

Detailed Statement of Financial Activities
for the Year Ended 31 March 2019

	Unrestricted funds	Restricted funds	31.3.19 Total funds	31.3.18 Total funds as restated £
	£	£	£	£
Management				
Pensions	-	446	446	-
Advertising	-	149	149	195
	-	595	595	195
Information technology				
Repairs and renewals	-	-	-	411
Governance costs				
Accountancy and legal fees	-	700	700	400
Legal fees	-	13	13	26,257
	-	713	713	26,657
Total resources expended	866	53,583	54,449	67,790
Net income	5,066	7,331	12,397	20,083

This page does not form part of the statutory financial statements

