

Charity Number: SC015208
Company number: SC379557

Assynt Community Association

Trustees' Report and Financial Statements
Year ended 30 June 2016

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Assynt Community Association

Contents of the Financial Statements for the year ended 30 June 2016

	Page
Report of the Trustees	1 - 4
Report of the Independent Examiner	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8 – 12

Assynt Community Association

Report of the Trustees for the year ended 30 June 2016

The trustees are pleased to present their report together with the financial statements of the charity for the year ended 30 June 2016.

Legal and Administrative Information

Charity name	Assynt Community Association
Charity number	SC015208
Company number	SC379557
Registered Office & operational address	Lochinver Mission Lochinver Sutherland IV27 4LR
Trustees	Mr B Hagart-Alexander (appointed 1 April 2016) Mr N Goldie Mr S J Gudgeon Mrs M Hutchinson Mr R Kerr (resigned 1 January 2017) Miss L Sedgley (resigned 1 July 2015)
Secretary	None appointed
Accountant	T P Wright Chartered accountant 396 Elphin By Lairg Sutherland IV27 4HH
Solicitors	Macleod and MacCallum Solicitors 28 Queensgate Inverness IV1 1YN
Bankers	Royal Bank of Scotland Lochinver Sutherland IV27 4LF

Assynt Community Association

Report of the Trustees for the year ended 30 June 2016

Structure, governance and management

Governing Document

Assynt Community Association is a company limited by guarantee and not having a share capital, governed by its Memorandum and Articles of Association incorporated on 2nd June 2010, and is registered as a charity with the Scottish Charity Regulator. In the event of the company being wound up, members are required to contribute a sum not exceeding £1.

The structure of the company consists of:-

- (a) the MEMBERS - who have the right to attend the annual general meeting (and any extraordinary general meeting) and have important powers under the articles of association and the Act; in particular, the members elect people to serve as trustees and take decisions in relation to changes to the articles themselves
- (b) the TRUSTEES (who are also the directors of Assynt Community Association for the purposes of company law) - who hold regular meetings during the period between annual general meetings, and generally control and supervise the activities of the company; in particular, the trustees are responsible for monitoring the financial position of the company.

Membership is open to any individual or organisation interested in promoting the Objects, who applies to the Charity in the form required by the trustees, is approved by the trustees and who signs the register of members or consents in writing to become a member either personally or (in the case of a member organisation) through an authorised representative.

Appointment of Trustees

There is no maximum number of trustees, but a minimum number of 3, all of whom must be members. Trustees may be appointed by ordinary resolution of the members or by a decision of the trustees. One third of the trustees must retire at the first trustees' meeting in each calendar year, the longest-serving first; a retiring trustee who remains qualified may be re-appointed, although no trustee may be re-appointed under this mechanism for more than 3 consecutive terms of office.

Objectives

The company's objects are the promotion of regeneration for the public benefit in and around Assynt particularly by:

- The advancement of education
- The advancement of citizenship or community development
- The advancement of the arts, heritage, culture or science
- The advancement of public participation in sport
- The provision of recreational facilities, or the organisation of recreational activities, with the objects of improving the conditions of life for the persons for whom the facilities or activities are primarily intended
- The advancement of environmental protection or improvement
- The relief of those in need by reason of age, ill-health, disability, financial hardship or other disadvantage

Assynt Community Association

Report of the Trustees for the year ended 30 June 2016

Activities, achievements and performance

In the year since the last annual accounts, the Association has enjoyed a year of operational and financial stability, due to the success of the café and bunkhouse within the Lochinver Mission building. This yielded a regular source of rental income, largely used during the year under review to significantly reduce the creditor liabilities arising from the trading difficulties experienced by Assynt Community (Trading) in the year 2014-15.

The Association has continued to fulfil its wider charitable purposes and through allocation of small grants to various community groups and activities has assisted other causes within Assynt. The funding for this activity has come from donations by users of the Loo at the Lighthouse.

Within the Mission building the Association continues to support the Community Archive, through provision of a dedicated room where members of the community, can digitise information on various aspects of the natural and social history of the area. Consideration has been given as to how to make the Archive more accessible to members of the public.

The Association is grateful for the significant contribution made by the Directors to its overall running on behalf of the wider community.

Financial review

Details of the results for the year are set out in the attached financial statements. The trustees are pleased to report a surplus on unrestricted funds for the year. The deficit on unrestricted funds primarily relates to depreciation of the Mission building.

The trustees wish to accumulate reserves to cover the running costs of the Association and to pursue the objectives of the company as stated above.

Assynt Community Association

Report of the Trustees for the year ended 30 June 2016

Trustees' responsibilities in relation to the financial statements

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements that give a true and fair view of the state of affairs of the charity at the end of the financial year and its surplus or deficit for the financial year. In doing so the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Make sound judgements and estimates that are reasonable and prudent
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report is prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

This report was approved by the Board and signed on its behalf by



N Goldie
Chair

Date: 20 March 2017

Assynt Community Association

Report of the Independent Examiners to the Trustees for the year ended 30 June 2016

I report on the accounts of the charity for the year ended 30 June 2016 which are set out on pages 6 to 12.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity trustees consider that the audit requirement of Regulation 10(1) (a-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.

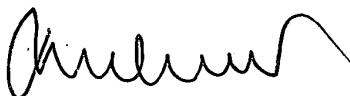
Basis of independent examiner's statement

My examination is 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 seeks explanations from the trustees concerning 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 Examiners' 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 comply with Regulation 8 of the 2006 Accounts Regulationshave 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.



Name T P Wright
Qualification Chartered accountant
Address 396 Elphin, By Lairg, Sutherland, IV27 4HH
Date 20 March 2017

Assynt Community Association

Statement of financial activities (incorporating the income and expenditure account)

Year ended 30 June 2016

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2016 £	Total 2015 £
Incoming resources					
<i>From generated funds</i>					
Voluntary income	2	1,120	1,715	2,835	11,373
Investment income	3	130	-	130	1
Total incoming resources		3,050	1,715	4,765	11,374
Resources expended					
<i>Costs of generating voluntary income</i>					
Charitable activities	5	2,393	27,425	29,818	41,692
Governance costs	6	300	-	300	300
Total resources expended		2,693	27,425	30,118	41,992
Net income/(expenditure) before transfers		357	(25,710)	(25,353)	(30,618)
Transfers	12	850	(850)	-	-
Net income/(expenditure) for the year		1,207	(26,560)	(25,353)	(30,618)
Total funds brought forward	12	(1,405)	536,560	535,155	565,773
Total funds carried forward	12	(198)	510,000	509,802	535,155

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

The notes form part of these financial statements.

Assynt Community Association

Balance sheet

As at 30 June 2016

	Notes	£	2016 £	£	2015 £
Fixed Assets					
Tangible assets	8		510,049		536,560
Investments	9		1		1
			<u>510,050</u>		<u>536,561</u>
Current assets					
Debtors	10	1,000		155	
Cash at bank and in hand		652		39	
		<u>1,652</u>		<u>194</u>	
Creditors: falling due within one year	11	1,900		1,600	
Net Current Assets			(248)		(1,406)
Total Net Assets			<u>509,802</u>		<u>535,155</u>
Represented by:					
Restricted income funds	12		510,000		536,560
Unrestricted income funds	12		(198)		(1,405)
Total funds			<u>509,802</u>		<u>535,155</u>

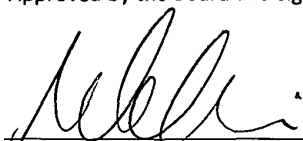
The directors are satisfied that the company is entitled to exemption under Section 477 of the Companies Act 2006 and that no member or members have requested an audit pursuant to Section 476 of the Act.

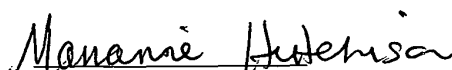
The directors acknowledge their responsibilities for:

- ensuring that the company keeps proper accounting records which comply with Sections 386 and 387 of the Companies Act 2006; and
- preparing accounts which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its income and expenditure 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 accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Board and signed on its behalf on 20 March 2017


M Goldie
Chair


M Hutchinson
Director

Company registration number SC379557

Assynt Community Association

Notes to the financial statements

Year ended 30 June 2016

1 Accounting policies

Basis of accounting

The financial statements have been prepared in accordance with 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities published on 16/07/14', the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Companies Act 2006.

Consolidation

In the opinion of the members of the board, the charity and its subsidiary undertaking comprise a small-sized group, which is not required to prepare group accounts under the Companies Act 2006 and as gross income, excluding resources received as capital funds, is less than the Charities SORP limit, group accounts are not required under that regime either.

Donations

Donations received are recorded at the time the charity becomes entitled to the resource.

Membership fees

Membership fees received are recorded at the time of receipt.

Grants

Grants received are included in incoming resources when they are receivable, except when conditions attached to such grants have not yet been fulfilled, when the income is deferred. Grants of a capital nature are treated as a restricted fund and released to the unrestricted funds over the life of the asset.

Expenditure

Expenditure is included on the accruals basis, gross of irrecoverable VAT, and recognised when there is a legal or constructive obligation to pay.

Investments

Investments represent the cost of the share in the subsidiary company, Lochinver Mission Limited. As the latter transfers all profits on demand to Assynt Community Association it is felt that market value will not exceed cost.

Fund accounting

Restricted funds: funds held which are restricted for use for specific purposes.

Unrestricted funds: funds which the trustees are free to use, in accordance with the charitable objects.

Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land	-	Not depreciated
Leasehold property	-	Over the period of the lease (50 years)
Fixtures, fitting and equipment	-	Between 5 and 15 years straight line
Office equipment, fittings etc	-	Between 3 and 5 years straight line
Motor vehicles	-	Over 4 years straight line

Taxation

The Association is accepted as a charity for tax purposes and relief given under S.505 Income and Corporation Taxes Act 1988.

Assynt Community Association

Notes to the financial statements

Year ended 30 June 2016

2 Voluntary income

	Unrestricted Funds £	Restricted Funds £	Total 2016 £	Total 2015 £
Donations				
Subscriptions and donations	120	-	120	20
From composting toilet at Stoer	1,000	-	1,000	1,000
Grants etc				
HIE - Community Broadband Scotland survey	-	1,715	1,715	-
Playpark equipment	-	-	-	10,353
	<u>1,120</u>	<u>1,715</u>	<u>2,835</u>	<u>11,373</u>

3 Investment income

	Unrestricted Funds £	Restricted Funds £	Total 2016 £	Total 2015 £
Bank interest receivable	-	-	-	1
Donation from subsidiary	130	-	130	-
	<u>130</u>	<u>-</u>	<u>130</u>	<u>1</u>

4 Other incoming resources

	Unrestricted Funds £	Restricted Funds £	Total 2016 £	Total 2015 £
Contribution to insurance and broadband	1,800	-	1,800	-
	<u>1,800</u>	<u>-</u>	<u>1,800</u>	<u>-</u>

5 Resources expended on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total 2016 £	Total 2015 £
Cost of carrying out broadband survey	-	984	984	-
Playpark equipment	-	-	-	12,690
Property maintenance and sundries	-	-	-	423
Donation to Ullapool High School	250	-	250	-
Depreciation	-	26,441	26,441	26,587
General insurance	1,513	-	1,513	1,454
Broadband	365	-	365	246
Sundry expenses	195	-	195	50
Depreciation	70	-	70	242
	<u>2,143</u>	<u>-</u>	<u>2,143</u>	<u>1,992</u>
Total	<u>2,393</u>	<u>27,425</u>	<u>29,818</u>	<u>41,692</u>

Assynt Community Association

Notes to the financial statements

Year ended 30 June 2016

6 Governance costs

	Unrestricted Funds £	Restricted Funds £	Total 2016 £	Total 2015 £
Examiner's fees	300	-	300	300

7 Directors' remuneration and expenses

None of the directors (or any persons connected with them) received any remuneration or expenses during the period.

8 Tangible fixed assets

	Land £	Leasehold property £	Plant and equipment £	Motor vehicle £	Office equipment £	Total £
Cost						
At 1 July 2015	5,871	477,664	159,653	8,000	953	652,141
At 30 June 2016	5,871	477,664	159,653	8,000	953	652,141
Depreciation						
At 1 July 2015	-	38,217	68,530	8,000	834	115,581
Charge for year	-	9,554	16,887	-	70	26,511
At 30 June 2016	-	47,771	85,417	8,000	904	142,092
Net Book Value						
At 30 June 2016	5,871	429,893	74,236	-	49	510,049
At 30 June 2015	5,871	439,447	91,123	-	119	536,560

9 Investments

Unlisted investments (unrestricted fund)	2016 £	2015 £
Historic cost and market value		
At 30 June	1	1

The investment comprises a 100% shareholding in Assynt Community (Trading) Limited, a trading subsidiary, incorporated in Scotland. The subsidiary's accounts report the following position:

	2016 £	2015 £
Aggregate capital and reserves	(9,184)	(14,141)
Profit / (loss) for the period	4,957	(14,142)

Assynt Community Association

Notes to the financial statements

Year ended 30 June 2016

10 Debtors: falling due within one year

	2016 £	2015 £
Sundry debtors and prepayments	1,000	-
Amounts owed by group undertakings	-	155
	<u>1,000</u>	<u>155</u>

11 Creditors: falling due within one year

	2016 £	2015 £
Sundry creditors and accruals	1,900	1,600
	<u>1,900</u>	<u>1,600</u>

12 Reserves

	At 01/07/15 £	Income £	Expenditure £	Transfers £	At 30/06/16 £
Restricted funds					
Grants for purchase of former Seaman's Mission building, Lochinver	536,560	-	(26,441)	(119)	510,000
Community Broadband Scotland survey	-	1,715	(984)	(731)	-
	<u>536,560</u>	<u>1,715</u>	<u>(27,425)</u>	<u>(850)</u>	<u>510,000</u>
Unrestricted funds					
	(1,405)	3,050	(2,693)	850	(198)
	<u>535,155</u>	<u>4,765</u>	<u>(30,118)</u>	<u>-</u>	<u>509,802</u>

Represented by:

	Unrestricted Funds £	Restricted Funds £	Total 2016 £	Total 2015 £
Fixed assets	49	510,000	510,049	536,560
Investments	1	-	1	1
Net current assets	(248)	-	(248)	(1,406)
Total funds	<u>(198)</u>	<u>510,000</u>	<u>509,802</u>	<u>535,155</u>

Assynt Community Association

Notes to the financial statements

Year ended 30 June 2016

13 Contingent liability and security given

There are contingent liabilities relating to grants received for the purchase of the building whereby, if the property is sold, a proportion of the grant may become repayable. It is not considered practicable to quantify any liability which might arise.

A legal charge over the leasehold property has been given and registered at Companies House in respect of the Big Lottery Fund grants.

14 Related party transactions

At the year end, the amount due from / (to) Assynt Community (Trading) Limited was £0.

15 Ultimate controlling party

The Assynt Community Association is a company limited by guarantee. The liability of members is limited and is not to exceed £1. The ultimate controlling party is therefore considered to be the board of trustees.