

COMPANY REGISTRATION NUMBER: SC279421
CHARITY REGISTRATION NUMBER: SCO037837

Evanton Community Trust
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2017

Evanton Community Trust
Company Limited by Guarantee
Financial Statements
Year ended 31 March 2017

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Evanton Community Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 March 2017

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2017.

Reference and administrative details

Registered charity name	Evanton Community Trust
Charity registration number	SCO037837
Company registration number	SC279421
Registered office	3 Ardullie Farm Cottages Dingwall Ross-shire IV15 9TT

The trustees

Iain Clark	
Leslie Logan	
Mandy Macleman	
Michael MacLeod	
Linda Mathieson	
Jenny Gray	(Appointed 29 November 2016)
Simon Hindson	(Appointed 28 June 2016)
Deirdre James	(Appointed 28 June 2016)
Finnian Munro	(Appointed 28 August 2016)
Maureen Cusick	(Resigned 27 September 2016)

Company secretary Leslie R Logan

Independent Examiner M J Macnab, BSc, FCCA
Tulloch Street
Dingwall
Ross-shire
IV15 9JY

Evanton Community Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2017

Structure, governance and management

Evanton Community Trust is a private company limited by guarantee. In the event of the company being wound up, each member is required to contribute an amount not exceeding £1. The company is registered as a charity with the Office of the Scottish Charity Registrar.

The company was incorporated on 4 February 2005 and is governed by its articles and memorandum of association.

The minimum number of directors is 3 and the maximum 9. At each AGM 1/3rd of the elected directors must retire on a rotational basis as must any directors appointed by the board since the last AGM. Retiring directors may stand again.

Objectives and activities

The following summarises the main objectives of the company. Further details can be found in the Memorandum of Association of the company.

- The development of new and the improvement of existing community assets which will produce improvements in the local environment and lead to a stronger more vibrant community,
- Fund raising to support the above activity.

Achievements and performance

The following summarises the main achievements of the company in the financial year

- Continuation of maintenance of village green
- Completion of first stage of, and continuation of applications for funding for, repairs and improvements to footpaths at Kiltearn and Balconie
- Commencement of a programme of research into the history of Kiltearn Old Parish Kirk and burial ground, engaging local community volunteers and school-children, in co-operation with Archaeology for Communities in the Highlands.
- Continued discussions on plans for a Community Garden in the village.
- Newsletter with information on projects circulated to all Trust members.
- Meetings with other organisations involved in similar work.

Financial review

The company's policy on reserves is to have sufficient monies in hand to fund one full year of operational costs. There is no deficit.

Evanton Community Trust

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2017

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 26 September 2017 and signed on behalf of the board of trustees by:

Leslie R Logan
Charity Secretary

Evanton Community Trust

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Evanton Community Trust

Year ended 31 March 2017

I report on the financial statements for the year ended 31 March 2017, which comprise the statement of financial activities (including income and expenditure account), statement of financial position and the related notes.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors of the company for the purposes of company law) 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) to (c) of the 2006 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 report

My examination is carried out in accordance with Regulation 11 of the 2006 Accounts Regulations. 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 any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

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

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations, and
 - to prepare accounts which accord with the accounting records and 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.

M J MACNAB, BSC, FCCA
Independent Examiner
Tulloch Street
Dingwall
Ross-shire
IV15 9JY

Evanton Community Trust
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)

31 March 2017

		2017		2016
		Unrestricted funds	Total funds	Total funds
	Note	£	£	£
Income and endowments				
Donations and legacies	5	45,643	45,643	2,283
Investment income	6	7	7	–
Total income		<u>45,650</u>	<u>45,650</u>	<u>2,283</u>
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	7	20	20	–
Expenditure on charitable activities	8,9	14,647	14,647	1,274
Total expenditure		<u>14,667</u>	<u>14,667</u>	<u>1,274</u>
Net income and net movement in funds		<u>30,983</u>	<u>30,983</u>	<u>1,009</u>
Reconciliation of funds				
Total funds brought forward		32,660	32,660	31,651
Total funds carried forward		<u>63,643</u>	<u>63,643</u>	<u>32,660</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 7 to 15 form part of these financial statements.

Evanton Community Trust
Company Limited by Guarantee
Statement of Financial Position
31 March 2017

		2017	2016
		£	£
Fixed assets			
Tangible fixed assets	15	32,345	32,486
Current assets			
Cash at bank and in hand		31,423	922
Creditors: amounts falling due within one year	16	125	748
Net current assets		<u>31,298</u>	<u>174</u>
Total assets less current liabilities		<u>63,643</u>	<u>32,660</u>
Net assets		<u><u>63,643</u></u>	<u><u>32,660</u></u>
Funds of the charity			
Unrestricted funds		<u>63,643</u>	<u>32,660</u>
Total charity funds	17	<u><u>63,643</u></u>	<u><u>32,660</u></u>

For the year ending 31 March 2017 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees' responsibilities:

- The members have not required the charity to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 26 September 2017, and are signed on behalf of the board by:

Leslie Logan
Trustee

The notes on pages 7 to 15 form part of these financial statements.

Evanton Community Trust
Company Limited by Guarantee
Notes to the Financial Statements
Year ended 31 March 2017

1. General information

The charity is a private company limited by guarantee, registered in Scotland and a registered charity in Scotland. The address of the registered office is 3 Ardullie Farm Cottages, Dingwall, Ross-shire, IV15 9TT.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities and Trustee Investment (Scotland) Act 2005 and the Charity Accounts (Scotland) Regulations 2006 (as amended).

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 April 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 19.

Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

- (a) No cash flow statement has been presented for the company.
- (b) Disclosures in respect of financial instruments have not been presented.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Evanton Community Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Evanton Community Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

3. Accounting policies *(continued)*

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Equipment - 10% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Evanton Community Trust

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Evanton Community Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

The company is limited by guarantee

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2017 £	Unrestricted Funds £	Total Funds 2016 £
Donations				
Community donations	–	–	1,143	1,143
Grants				
Grants/Awards with performance conditions	30,643	30,643	1,140	1,140
Trusts/Corporate	15,000	15,000	–	–
	<u>45,643</u>	<u>45,643</u>	<u>2,283</u>	<u>2,283</u>

6. Investment income

	Unrestricted Funds £	Total Funds 2017 £	Unrestricted Funds £	Total Funds 2016 £
Bank interest receivable	<u>7</u>	<u>7</u>	<u>–</u>	<u>–</u>

7. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2017 £	Unrestricted Funds £	Total Funds 2016 £
100 Club	<u>20</u>	<u>20</u>	<u>–</u>	<u>–</u>

Evanton Community Trust

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2017 £	Unrestricted Funds £	Total Funds 2016 £
General expenditure	438	438	1,149	1,149
Project expenditure	13,308	13,308	–	–
Maintenance expenditure	781	781	–	–
Support costs	120	120	125	125
	<u>14,647</u>	<u>14,647</u>	<u>1,274</u>	<u>1,274</u>

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2017 £	Total fund 2016 £
General expenditure	438	–	438	1,149
Project expenditure	13,308	–	13,308	–
Maintenance expenditure	781	–	781	–
Governance costs	–	120	120	125
	<u>14,526</u>	<u>121</u>	<u>14,647</u>	<u>1,274</u>

10. Analysis of support costs

	Analysis of support costs General £	Total 2017 £	Total 2016 £
Governance costs	120	120	125

11. Net income

Net income is stated after charging/(crediting):

	2017 £	2016 £
Depreciation of tangible fixed assets	<u>141</u>	<u>210</u>

12. Independent examination fees

	2017 £	2016 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>120</u>	<u>125</u>

Evanton Community Trust

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Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

13. Staff costs

The average head count of employees during the year was Nil (2016: Nil). The average number of full-time equivalent employees during the year is analysed as follows:

No employee received employee benefits of more than £60,000 during the year (2016: Nil).

14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees; or

15. Tangible fixed assets

	Freehold property £	Equipment £	Total £
Cost			
At 1 April 2016 and 31 March 2017	<u>30,849</u>	<u>2,103</u>	<u>32,952</u>
Depreciation			
At 1 April 2016	–	466	466
Charge for the year	–	141	141
At 31 March 2017	<u>–</u>	<u>607</u>	<u>607</u>
Carrying amount			
At 31 March 2017	<u>30,849</u>	<u>1,496</u>	<u>32,345</u>
At 31 March 2016	<u>30,849</u>	<u>1,637</u>	<u>32,486</u>

Evanton Community Trust

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

15. Tangible fixed assets *(continued)*

Tangible fixed assets held at valuation

In respect of tangible fixed assets held at valuation, the aggregate cost, depreciation and comparable carrying amount that would have been recognised if the assets had been carried under the historical cost model are as follows:

	Freehold property £	Equipment £	Total £
At 31 March 2017			
Aggregate cost	30,849	2,103	32,952
Aggregate depreciation	–	617	(607)
Carrying value	<u>30,849</u>	<u>1,496</u>	<u>32,345</u>
At 31 March 2016			
Aggregate cost	30,849	2,103	32,952
Aggregate depreciation	–	(466)	(466)
Carrying value	<u>30,849</u>	<u>1,637</u>	<u>32,486</u>

16. Creditors: amounts falling due within one year

	2017 £	2016 £
Other creditors	<u>125</u>	<u>748</u>

17. Analysis of charitable funds

Unrestricted funds

	At 1 April 2016 £	Income £	Expenditure £	At 31 March 2017 £
General funds	<u>32,660</u>	<u>45,650</u>	<u>(14,667)</u>	<u>63,643</u>

18. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2017 £
Tangible fixed assets	32,345	32,345
Current assets	31,423	31,423
Creditors less than 1 year	(125)	(125)
Net assets	<u>63,643</u>	<u>63,643</u>

Evanton Community Trust
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 March 2017

19. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The charity transitioned to FRS 102 on 1 April 2015.

No transitional adjustments were required in the retained funds or income or expenditure for the year.