

REGISTERED COMPANY NUMBER: 285959 (Scotland)
REGISTERED CHARITY NUMBER: SC032387

**Report of the Trustees and
Unaudited Financial Statements For The Year Ended 30 June 2010
for
Sgoil an Iochdair agus A'Chòimhearsnachd**

DRAFT

Campbell Stewart
MacLennan & Co
Chartered Accountants
8 Wentworth Street
Portree
Highland
IV51 9EJ

**Sgoil an Iochdair agus A'Chòimhearsnachd
(SC 285959)**

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for the Year Ended 30 June 2010**

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**Sgoil an Iochdair agus A'Chòimhearsnachd
(SC 285959)**

**Report of the Trustees
for the Year Ended 30 June 2010**

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 30 June 2010. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

285959 (Scotland)

Registered Charity number

SC032387

Registered office

The Old Schoolhouse
Iochdar
South Uist
Western Isles
HS8 5RQ

Trustees

J H Warner
M Bremner
N J W MacIntyre
R MacPhee
A Campbell
S MacAulay

Company Secretary

Dr S K Dawson

Independent Examiner

Campbell Stewart
MacLennan & Co
Chartered Accountants
8 Wentworth Street
Portree
Highland
IV51 9EJ

Bankers

Bank of Scotland
Balivanich
Isle of Benbecula
HS7 5LA

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Sgoil an Iochdair agus a'Chòimhearsnachd was incorporated as a company limited by guarantee on 9 June 2005, on which date it acquired the entire assets and liabilities of Sgoil an Iochdair agus a'Chòimhearsnachd, an unincorporated body. The trust was established under a Memorandum of Association which established the objects and powers of the charitable company and it is governed by its Articles of Association. In the event of the trust being wound up, each member may be required to contribute up to £1. The company is recognised as a Scottish charity under reference SC032387.

Recruitment and appointment of new trustees

Membership is open to all individuals and organisations, with the exception of employees of the trust. Individuals aged 18 or over living in, or a member of an amateur sports or recreational organisation in, the catchment area of the Iochdair School are eligible for membership as ordinary members. All other individuals and organisations may become associate members; such members are neither eligible to stand for election to the Board nor to vote at any general meeting.

Subject to the conditions set out in the Articles of Association, the board shall consist of up to three elected trustees, up to three appointed trustees and up to one co-opted trustee, appointed at the AGM. The board may fill any vacancy arising as a result of a retirement until the next AGM.

All trustees and ordinary members, who have paid their current subscription fee, are entitled to take part in any general meetings and each have one vote. The chairperson has an additional casting vote when necessary.

**Sgoil an lochdair agus A'Choimhearsnachd
(SC 285959)**

**Report of the Trustees
for the Year Ended 30 June 2010**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The board of trustees currently manage the trust.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The object of the trust is to support recreation and sport in the catchment area of the lochdair school, in particular:

- to promote interest and participation in sport, and related recreations in the catchment area of the lochdair School, especially in the interests of education, social welfare and health.
- to assist in the coordination of various sports clubs and recreational organisations operating in the catchment area, both generally and in relation to specific projects.
- to examine the available sports and recreation facilities in the lochdair area as against current and anticipated need and to make application to the local council, local enterprise trust and any other appropriate body in this connection.
- to liaise with the council's sports development staff in furtherance of these objects.
- to raise funds for such charitable purposes as the association may deem appropriate.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

General maintenance including fencing, clean-up and painting

We used the MADL funds to pay for strimming the grass along the shortcut, and for equipment and costs for organising a clean-up and to paint fences. The lochdar Youth Club team cleaned round the school and along the road to Cuidhe na Gamhne, while the Croileagan an lochdair team painted the fencing around the play area. In only two hours we painted the fence exterior, and cleared 25 bags of rubbish.

We also used the school playing fields money to pay for regular strimming of a trail between the trees at lochdar School, to see whether this would add interest for the children at the school.

lochdar Hall Football Pitch: Ownership

We clarified the ownership of the pitch. After a prolonged search of the National Records, copies of the deeds show that the pitch belongs to lochdar Hall. Planning permission has been awarded, with stipulations about access to crofts to the rear of the pitch.

lochdar Hall Football Pitch: Lease

We applied unsuccessfully to several funds for money to pay for Duncan Burd, solicitor to write a draft lease for the football pitch plot. In the end, the football club raised enough money for us to engage Mr Burd. In addition, we contacted Mr MacPherson, who owns the croft to the north of the pitch, to see if we could re-locate the pitch further north to ensure the viability of the annual cattle show.

Involving other groups and user groups

Maintenance of links with other groups, including informal meetings with members of other groups, invitations to our meetings, and offers to attend their meetings. The following groups were members of our organisation in 2009-10:

- lochdar Junior Youth Club
- Croileagan an lochdair
- lochdar Saints Football club
- Lionacleit School Board

In addition, we have maintained links with:

- Grinish residents association
- SUBAS (South Uist and Benbecula Annual Show)
- Storas Uibhist
- lochdar Hall Committee
- Grazings committee
- lochdar School

We have also maintained our website. We participated in consultation exercises about the locality plan for the council, and the draft Local Outcome Agreement. One of our trustees sits on the Local Advisory Group for the council's development office. Another trustee has been elected to the board of trustees for Storas Uibhist.

**Sgoil an lochdair agus A'Choimhearsnachd
(SC 285959)**

**Report of the Trustees
for the Year Ended 30 June 2010**

FINANCIAL REVIEW

Reserves policy

The trustees have examined the requirement for free reserves which are those unrestricted funds not invested in fixed assets, designated for specific purposes or otherwise committed but do not yet have a formal policy in place. At the balance sheet date the trust held unrestricted funds of £9,022 (2009 - £6,378) of which £7,087 were invested in fixed assets (2009 - £7,533).

FUTURE DEVELOPMENTS

The trust's main aim remains to improve opportunities for outdoor activities for children and adults living in the catchment area of lochdair School. Some of the forthcoming projects include:

- Football pitch at lochdar Hall
- Parking facilities at lochdar Hall
- Interpretative signage for walks
- Sculpture/outdoor art installation
- Griminish Play Park
- Creagorry Play Park
- Walks and footpaths
- Adventure trail through the trees
- Amenity seating at the graveyard

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, and of the Charity and Trustee Investment Act 2005 and the Charity Accounting Regulations (Scotland) 2006 so far as applicable to the charitable company.

ON BEHALF OF THE BOARD:

.....
Dr S K Dawson – Secretary

Date: 14 March 2011

**Independent Examiner's Report to the Trustees of
Sgoil an Iochdair agus A'Chòimhearsnachd
(SC 285959)**

I report on the accounts for the year ended 30 June 2010 set out on pages four to eight.

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'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. 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 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 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.

Faye MacLeod CA
Campbell Stewart
MacLennan & Co
Chartered Accountants
8 Wentworth Street
Portree
Highland
IV51 9EJ

Date:

**Sgoil an Iochdair agus A'Choimhearsnachd
(SC 285959)**

**Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 30 June 2010**

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	30.6.10 Total funds £	30.6.09 Total funds £
INCOMING RESOURCES						
Incoming resources from generated funds						
Voluntary income		4,320	-	-	4,320	956
Investment income	2	-	-	-	-	308
Incoming resources from charitable activities						
Projects		-	-	-	-	(2,610)
Total incoming resources		4,320	-	-	4,320	(1,346)
RESOURCES EXPENDED						
Charitable activities						
Projects		856	8,555	-	9,411	10,113
Governance costs		820	-	-	820	690
Total resources expended		1,676	8,555	-	10,231	10,803
NET INCOMING/(OUTGOING) RESOURCES AND NET INCOME / (EXPENDITURE)		2,644	(8,555)	-	(5,911)	(12,149)
RECONCILIATION OF FUNDS						
Total funds brought forward		6,378	204,808	8,219	219,405	231,554
TOTAL FUNDS CARRIED FORWARD		<u>9,022</u>	<u>196,253</u>	<u>8,219</u>	<u>213,494</u>	<u>219,405</u>

The notes form part of these financial statements

**Sgoil an Iochdair agus A'Choimhearsnachd
(SC 285959)**

**Balance Sheet
At 30 June 2010**

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	30.6.10 Total funds £	30.6.09 Total funds £
FIXED ASSETS						
Tangible assets	5	7,087	180,908	8,219	196,214	203,974
CURRENT ASSETS						
Debtors	6	760	-	-	760	153
Cash at bank		<u>1,880</u>	<u>15,345</u>	<u>-</u>	<u>17,225</u>	<u>16,586</u>
		2,640	15,345	-	17,985	16,739
CREDITORS						
Amounts falling due within one year	7	(705)	-	-	(705)	(1,308)
NET CURRENT ASSETS		<u>1,935</u>	<u>15,345</u>	<u>-</u>	<u>17,280</u>	<u>15,431</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>9,022</u>	<u>196,253</u>	<u>8,219</u>	<u>213,494</u>	<u>219,405</u>
NET ASSETS		<u>9,022</u>	<u>196,253</u>	<u>8,219</u>	<u>213,494</u>	<u>219,405</u>
FUNDS	9					
Unrestricted funds					9,022	6,378
Restricted funds					196,253	204,808
Endowment funds					<u>8,219</u>	<u>8,219</u>
TOTAL FUNDS					<u>213,494</u>	<u>219,405</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2010.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 30 June 2010 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 special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Trustees on 14 March 2011 and were signed on its behalf by:

.....
M Bremner - Trustee

The notes form part of these financial statements

**Sgoil an Iochdair agus A'Chòimhearsnachd
(SC 285959)**

**Notes to the Financial Statements
for the Year Ended 30 June 2010**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

All gains and losses are reported in the Statement of Financial Activities, and all income is derived from continuing activities, unless otherwise stated

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. Grants, where entitlement is not conditional on the delivery of a specific performance by the trust, are recognised when the trust becomes unconditionally entitled to the grant. Long-term membership subscriptions are recognised in full on receipt.

Donations in kind are valued at cost, or the trustees estimation thereof, in the period in which the goods or services are received.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under appropriate headings which aggregate all relevant costs. Where expenditure cannot be directly attributed to particular headings it has been allocated to activities on a basis consistent with the use of resources.

The trust is not registered for VAT purposes and costs therefore include the irrecoverable element of VAT with the item of expenditure to which it relates.

Charitable expenditure comprises those costs incurred by the trust in the delivery of its activities and services to beneficiaries. It includes both costs that can be directly allocated to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the trust and include accountancy fees and costs relating to the strategic management of the trust.

Tangible fixed assets

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

Land and buildings	- not provided
Plant and machinery etc	- 15% on reducing balance and - 2% on cost

Taxation

The charity is exempt from corporation 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.

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

Operating lease commitments

Rental payments due under operating lease contracts are charged to the SOFA as incurred. Lease commitments at the balance sheet date are disclosed in the notes to the accounts.

2. INVESTMENT INCOME

	30.6.10	30.6.09
	£	£
Interest	-	308
	<u> </u>	<u> </u>

**Sgoil an Iochdair agus A'Choimhearsnachd
(SC 285959)**

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2010**

3. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	30.6.10	30.6.09
	£	£
Depreciation - owned assets	8,798	9,732
Fees for independent examination	300	300
Fees for accountancy	<u>390</u>	<u>390</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 June 2010 nor for the year ended 30 June 2009.

Trustees' Expenses

There were no trustees' expenses paid for the year ended 30 June 2010 nor for the year ended 30 June 2009.

5. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 July 2009	8,968	226,056	235,024
Additions	<u>-</u>	<u>1,035</u>	<u>1,035</u>
At 30 June 2010	<u>8,968</u>	<u>227,091</u>	<u>236,059</u>
DEPRECIATION			
At 1 July 2009	-	31,047	31,047
Charge for year	<u>-</u>	<u>8,798</u>	<u>8,798</u>
At 30 June 2010	<u>-</u>	<u>39,845</u>	<u>39,845</u>
NET BOOK VALUE			
At 30 June 2010	<u>8,968</u>	<u>187,246</u>	<u>196,214</u>
At 30 June 2009	<u>8,968</u>	<u>195,009</u>	<u>203,977</u>

Land, leasehold improvements and playground equipment purchased with restricted funds are partially subject to donor imposed conditions that such assets may not be disposed of within their specified periods.

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.10	30.6.09
	£	£
Other debtors	<u>760</u>	<u>153</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.10	30.6.09
	£	£
Bank loans and overdrafts	-	618
Other creditors	<u>705</u>	<u>690</u>
	<u>705</u>	<u>1,308</u>

**Sgoil an lochdair agus A'Choimhearsnachd
(SC 285959)**

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2010**

8. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	30.6.10 £	30.6.09 £
Expiring: In more than five years	<u>1</u>	<u>1</u>

9. MOVEMENT IN FUNDS

	At 1.7.09 £	Net movement in funds £	At 30.6.10 £
Unrestricted funds			
General fund	6,378	2,644	9,022
Restricted funds			
lochdair School playground and playing fields	198,168	(7,459)	190,709
Cycle racks	1,505	(226)	1,279
Tree planting maintenance	300	(90)	210
Fencing	4,735	(755)	3,980
MADL	<u>100</u>	<u>(25)</u>	<u>75</u>
	204,808	(8,555)	196,253
Endowment funds			
Land	<u>8,219</u>	-	<u>8,219</u>
TOTAL FUNDS	<u>219,405</u>	<u>(5,911)</u>	<u>213,494</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	4,320	(1,676)	2,644
Restricted funds			
lochdair School playground and playing fields	-	(7,459)	(7,459)
Cycle racks	-	(226)	(226)
Tree planting maintenance	-	(90)	(90)
Fencing	-	(755)	(755)
MADL	<u>-</u>	<u>(25)</u>	<u>(25)</u>
	-	(8,555)	(8,555)
TOTAL FUNDS	<u>4,320</u>	<u>(10,231)</u>	<u>(5,911)</u>

Resources expended against the 'lochdair School playground', 'Cycle racks' and 'Fencing' funds include depreciation of assets purchased with these restricted funds.

'lochdair School playground' funds of £175,648 were held as fixed assets at the balance sheet date. The remaining amounts are carried forward to be expended on further costs and amounts retained for the defects period.

'Cycle racks', 'Fencing' and 'Tree planting maintenance' funds have been fully expended and funds represent the net book value of fixed assets purchased with these funds.

**Sgoil an Iochdair agus A'Choimhearsnachd
(SC 285959)**

**Detailed Statement of Financial Activities
for the Year Ended 30 June 2010**

	30.6.10 £	30.6.09 £
INCOMING RESOURCES		
Voluntary income		
Donations	3,503	479
Gift aid	741	396
Membership subscriptions	15	20
Donated services and facilities	<u>61</u>	<u>61</u>
	4,320	956
Investment income		
Interest	-	308
Incoming resources from charitable activities		
Grants	<u>-</u>	<u>(2,610)</u>
Total incoming resources	4,320	(1,346)
RESOURCES EXPENDED		
Charitable activities		
Rent	1	1
Website costs	60	-
Grass cutting	203	-
Improvements to property	3,393	3,373
Fixtures and fittings	<u>5,405</u>	<u>6,359</u>
	9,062	9,733
Governance costs		
Accountancy	820	690
Support costs		
Management		
Insurance	329	315
Subscriptions	<u>20</u>	<u>65</u>
	<u>349</u>	<u>380</u>
Total resources expended	10,231	10,803
Net expenditure	<u>(5,911)</u>	<u>(12,149)</u>