

REGISTERED COMPANY NUMBER: SC285959 (Scotland)  
REGISTERED CHARITY NUMBER: SC032387

**Report of the Trustees and  
Unaudited Financial Statements For The Year Ended 30 June 2012  
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**

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for the Year Ended 30 June 2012**

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## Sgoil an Iochdair agus A'Chòimhearsnachd

### Report of the Trustees for the Year Ended 30 June 2012

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 2012. 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**

SC285959 (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

- resigned 5.7.12

R MacPhee

A Campbell

S MacAulay

P Bird

- appointed 9.9.11

**Company Secretary**

S K Dawson

**Independent Examiner**

Faye MacLeod CA

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.

## **Sgoil an lochdair agus A'Choimhearsnachd**

### **Report of the Trustees for the Year Ended 30 June 2012**

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **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 lochdair 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.

##### **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**

To be added

#### **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 £11,286 (2011 - £10,374) of which £6,344 were invested in fixed assets (2011 - £6,692).

#### **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:

- 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

**Sgoil an Iochdair agus A'Chòimhearsnachd**

**Report of the Trustees  
for the Year Ended 30 June 2012**

**STATEMENT OF TRUSTEES RESPONSIBILITIES**

The trustees (who are also the directors of Sgoil an Iochdair agus A'Chòimhearsnachd for the purposes of company law) are responsible for preparing the Report of the Trustees 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 for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make 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 charitable company 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 charitable 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**ON BEHALF OF THE BOARD :**

.....  
S K Dawson - Secretary

Date: .....

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**Independent Examiner's Report to the Trustees of  
Sgoil an Iochdair agus A'Choimhearsnachd**

I report on the accounts for the year ended 30 June 2012 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. 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'Chòimhearsnachd

Statement of Financial Activities  
(Incorporating an Income and Expenditure Account)  
for the Year Ended 30 June 2012

	Notes	Unrestricted funds £	Restricted funds £	Endowment funds £	30.6.12 Total funds £	30.6.11 Total funds £
<b>INCOMING RESOURCES</b>						
<b>Incoming resources from generated funds</b>						
Voluntary income		1,718	-	-	1,718	3,165
Activities for generating funds	2	972	-	-	972	100
<b>Other incoming resources</b>		323	-	-	323	-
<b>Total incoming resources</b>		3,013	-	-	3,013	3,265
<b>RESOURCES EXPENDED</b>						
<b>Costs of generating funds</b>						
Costs of generating voluntary income		40	-	-	40	-
<b>Charitable activities</b>						
Projects		974	7,376	-	8,350	8,747
<b>Governance costs</b>		1,087	-	-	1,087	1,058
<b>Total resources expended</b>		2,101	7,376	-	9,477	9,805
<b>NET INCOMING/(OUTGOING) RESOURCES</b>		912	(7,376)	-	(6,464)	(6,540)
<b>RECONCILIATION OF FUNDS</b>						
<b>Total funds brought forward</b>		10,374	188,361	8,219	206,954	213,494
<b>TOTAL FUNDS CARRIED FORWARD</b>		11,286	180,985	8,219	200,490	206,954

The notes form part of these financial statements

**Sgoil an lochdair agus A'Choirhhearsnachd**

**Balance Sheet  
At 30 June 2012**

		Unrestricted funds £	Restricted funds £	Endowment funds £	30.6.12 Total funds £	30.6.11 Total funds £
<b>FIXED ASSETS</b>						
Tangible assets	5	6,344	167,319	8,219	181,882	188,223
<b>CURRENT ASSETS</b>						
Debtors	6	34	-	-	34	597
Cash at bank		6,239	13,666	-	19,905	19,724
		<u>6,273</u>	<u>13,666</u>	<u>-</u>	<u>19,939</u>	<u>20,321</u>
<b>CREDITORS</b>						
Amounts falling due within one year	7	(1,331)	-	-	(1,331)	(1,590)
<b>NET CURRENT ASSETS</b>		<u>4,942</u>	<u>13,666</u>	<u>-</u>	<u>18,608</u>	<u>18,731</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>11,286</u>	<u>180,985</u>	<u>8,219</u>	<u>200,490</u>	<u>206,954</u>
<b>NET ASSETS</b>		<u><u>11,286</u></u>	<u><u>180,985</u></u>	<u><u>8,219</u></u>	<u><u>200,490</u></u>	<u><u>206,954</u></u>
<b>FUNDS</b>	9					
Unrestricted funds					11,286	10,374
Restricted funds					180,985	188,361
Endowment funds					8,219	8,219
<b>TOTAL FUNDS</b>					<u><u>200,490</u></u>	<u><u>206,954</u></u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 June 2012.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 30 June 2012 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 ..... and were signed on its behalf by:

.....  
J H Warner -Trustee

The notes form part of these financial statements

## Sgoil an Iochdair agus A'Chòimhearsnachd

### Notes to the Financial Statements for the Year Ended 30 June 2012

#### 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.

Heritable property	- not provided, on land and related costs
Leasehold improvements	- 2% on cost
Plant & machinery	- 15% on reducing balance

##### 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.

Sgoil an lochdair agus A'Choimhearsnachd

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2012

2. ACTIVITIES FOR GENERATING FUNDS

	30.6.12	30.6.11
	£	£
Fundraising events	972	-
Litter collection	-	100
	<u>972</u>	<u>100</u>

3. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	30.6.12	30.6.11
	£	£
Depreciation - owned assets	7,465	7,989
Fees for independent examination	543	400
Fees for accountancy	544	441
	<u>8,552</u>	<u>8,830</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 June 2012 nor for the year ended 30 June 2011.

**Trustees' Expenses**

There were no trustees' expenses paid for the year ended 30 June 2012 nor for the year ended 30 June 2011.

5. TANGIBLE FIXED ASSETS

	Heritable property £	Leasehold improvements £	Plant & machinery £	Totals £
<b>COST</b>				
At 1 July 2011	8,968	169,689	57,402	236,059
Additions	-	-	1,124	1,124
	<u>8,968</u>	<u>169,689</u>	<u>58,526</u>	<u>237,183</u>
At 30 June 2012	8,968	169,689	58,526	237,183
<b>DEPRECIATION</b>				
At 1 July 2011	-	16,467	31,369	47,836
Charge for year	-	3,393	4,072	7,465
	<u>-</u>	<u>19,860</u>	<u>35,441</u>	<u>55,301</u>
At 30 June 2012	-	19,860	35,441	55,301
<b>NET BOOK VALUE</b>				
At 30 June 2012	<u>8,968</u>	<u>149,829</u>	<u>23,085</u>	<u>181,882</u>
At 30 June 2011	<u>8,968</u>	<u>153,222</u>	<u>26,033</u>	<u>188,223</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

	30.6.12	30.6.11
	£	£
Other debtors	34	597
	<u>34</u>	<u>597</u>

Sgoil an lochdair agus A'Choimhearsnachd

Notes to the Financial Statements - continued  
for the Year Ended 30 June 2012

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.12	30.6.11
	£	£
Other creditors	1,331	1,590
	<u>1,331</u>	<u>1,590</u>

8. OPERATING LEASE COMMITMENTS

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

	30.6.12	30.6.11
	£	£
Expiring: In more than five years	1	1
	<u>1</u>	<u>1</u>

9. MOVEMENT IN FUNDS

	At 1.7.11 £	Net movement in funds £	At 30.6.12 £
<b>Unrestricted funds</b>			
General fund	10,374	912	11,286
<b>Restricted funds</b>			
lochdair School playground and playing fields	183,758	(6,686)	177,072
Cycle racks	1,087	(163)	924
Tree planting maintenance	178	(26)	152
Fencing	3,338	(501)	2,837
	<u>188,361</u>	<u>(7,376)</u>	<u>180,985</u>
<b>Endowment funds</b>			
Land	8,219	-	8,219
	<u>206,954</u>	<u>(6,464)</u>	<u>200,490</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	3,013	(2,101)	912
<b>Restricted funds</b>			
lochdair School playground and playing fields	-	(6,686)	(6,686)
Cycle racks	-	(163)	(163)
Tree planting maintenance	-	(26)	(26)
Fencing	-	(501)	(501)
	<u>-</u>	<u>(7,376)</u>	<u>(7,376)</u>
	<u>3,013</u>	<u>(9,477)</u>	<u>(6,464)</u>

**Sgoil an Iochdair agus A'Chòimhearsnachd**

**Notes to the Financial Statements - continued  
for the Year Ended 30 June 2012**

**9. MOVEMENT IN FUNDS - continued**

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

'Iochdair School playground' funds of £163,405 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' and 'Fencing' funds have been fully expended and funds represent the net book value of fixed assets purchased with these funds.

'Tree planting maintenance' funds are carried forward to be expended in accordance with the terms of this fund.

**10. CONTROLLING PARTY**

The company is limited by guarantee and is controlled by its board of trustees.

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Sgoil an Iochdair agus A'Choirneachd

Detailed Statement of Financial Activities  
for the Year Ended 30 June 2012

	30.6.12 £	30.6.11 £
<b>INCOMING RESOURCES</b>		
<b>Voluntary income</b>		
Donations	1,509	2,372
Gift aid	74	658
Membership subscriptions	5	5
Donated services and facilities	130	130
	<hr/>	<hr/>
	1,718	3,165
<b>Activities for generating funds</b>		
Fundraising events	972	-
Litter collection	-	100
	<hr/>	<hr/>
	972	100
<b>Other incoming resources</b>		
Transfer from Junior Athletics Club	323	-
	<hr/>	<hr/>
<b>Total incoming resources</b>	3,013	3,265
<b>RESOURCES EXPENDED</b>		
<b>Costs of generating voluntary income</b>		
Fundraising costs	40	-
<b>Charitable activities</b>		
Advertising	18	-
Rent	1	1
Website costs	129	129
Maintenance	365	298
Improvements to property	3,393	3,393
Fixtures and fittings	4,070	4,594
	<hr/>	<hr/>
	7,976	8,415
<b>Governance costs</b>		
Accountancy	1,087	1,058
<b>Support costs</b>		
<b>Management</b>		
Insurance	334	332
Subscriptions	40	-
	<hr/>	<hr/>
	374	332
<b>Total resources expended</b>	9,477	9,805
<b>Net expenditure</b>	<hr/> <hr/>	<hr/> <hr/>
	(6,464)	(6,540)

This page does not form part of the statutory financial statements