

**Report of the Trustees and
Unaudited Financial Statements for the Year Ended 30 June 2016
for
Sgoil an Iochdair agus A'Choimhearsnachd**

DRAFT

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

Sgoil an Iochdair agus A'Chomharsnachd

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for the Year Ended 30 June 2016**

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**Report of the Trustees
for the Year Ended 30 June 2016**

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 2016. 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
lochdar
South Uist
Western Isles
HS8 5RQ

Trustees

J H Warner	- resigned 14.3.16
M Bremner	
R MacPhee	
S MacAulay	
P Bird	
R MacRury	
M A MacAulay	- appointed 14.3.16

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 lochdair 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 lochdair 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 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.

**Report of the Trustees
for the Year Ended 30 June 2016**

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

For 2015 to 2016 we set ourselves the following objectives:

1. General maintenance of benches, paths and tree planted areas.
 2. To raise funds and develop a funding strategy for the pitch at lochdar Hall, and garnering support for the project
 3. Liaison with the school concerning the maintenance of the school grounds.
 4. Liaison with third parties
 5. Involving other groups especially potential user groups
 6. Fundraising
1. General maintenance of facilities, benches and tree planted areas:
 - We have agreement for the placement of amenity seating at the graveyard at Ardivachair and at the social housing at Rubha Doigeag. The benches have been purchased and await installation.
 - We continue to keep the path at lochdar road end clear from grass. The community council have undertaken some cutting back of the trees at Rubha Clachain.
 - We have successfully applied for funds for a clean-up and maintenance event planned for the summer of 2017
 2. Raise funds and develop a funding strategy for the pitch at lochdar Hall, and garnering support for the project
 - Some early work on this has been done, but slow progress has been made.
 - We have successfully re-applied for planning permission.
 - We have several letters of support from local councillors and the Sports Council.
 - We discussed undertaking a repeat survey concerning the pitch, but this has been superseded by a similar survey undertaken by the sports hub.
 3. Liaison with the school concerning the maintenance of the school grounds.
 - lochdar School continues to keep in contact concerning maintenance issues around the school. The plans for a stone wall at the front of the school have proven to be impractical. A replacement swing has been sourced. We are also in contact with the council concerning general maintenance issues around the school and play areas, including drainage.
 4. Liaison with third parties:
 - During the year we have been supported by a development worker from Storas Uibhist.
 - We have been in contact with the Lionacleit Sports Hub and the Sports Council, who have been supportive, and have provided useful feedback about our plans.
 - We have signed up with SportEd, a charity funded by SportScotland to support community groups.
 - We have developed close ties with the newly reformed community council.
 - We liaised with Qinetiq about joining their community charity fund and volunteering day.
 - We liaised with Storas Uibhist concerning ideas for a community benefit fund to balance the impact of the turbines on the communities living in and around Loch Carnan.

**Report of the Trustees
for the Year Ended 30 June 2016**

ACHIEVEMENT AND PERFORMANCE

5. Involving other groups and user groups

The following groups were members of our organisation:

lochdar Junior Youth Club
lochdar Saints Football club

We have maintained links with:

SUBAS (South Uist and Benbecula Annual Show)
Storas Uibhist
lochdar Hall Committee
Grazings committee
lochdar School & lochdar School Board
lochdar Junior Football club

In 2016-2015, we were members of:

Uists and Barra Sports Council
Uist Council of Voluntary Organisations.

We continue to maintain a website and a facebook page. One of our trustees sits on the Local Advisory Group for the council's development office. Another trustee is a member of the board of trustees for Storas Uibhist.

6. Fundraising:

- We cut our ties with JustGiving, and signed up with BT Mydonate
- We clarified again that we cannot claim back VAT on the pitch, as it is not a building.
- During the year 2015-2016 funds were raised through sale of crafts, from awards for all, and from a Quiz and Curry night in Talla an lochdair.

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 £8,131 (2015 - £9,937) of which £5,277 were invested in fixed assets (2015 - £5,504).

Principal funding sources

The principal sources of funding during the year were fundraising income and donations.

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
- Walks and footpaths
- Adventure trail through the trees
- Installation of amenity benches
- Further development of the playing fields at lochdar School

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

.....
S K Dawson - Secretary

**Independent Examiner's Report to the Trustees of
Sgoil an lochdair agus A'Choimhearsnachd (Registered number: SC285959)**

I report on the accounts for the year ended 30 June 2016 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 2016

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	30.6.16 Total funds £	30.6.15 Total funds £
INCOMING RESOURCES						
Incoming resources from generated funds						
Voluntary income		504	-	-	504	3,999
Activities for generating funds	2	-	3,980	-	3,980	12,301
Incoming resources from charitable activities						
Projects		-	-	-	-	4,900
Total incoming resources		<u>504</u>	<u>3,980</u>	<u>-</u>	<u>4,484</u>	<u>21,200</u>
RESOURCES EXPENDED						
Costs of generating funds						
Costs of generating voluntary income		-	72	-	72	118
Charitable activities						
Projects		1,005	6,150	-	7,155	6,934
Governance costs		<u>1,125</u>	<u>-</u>	<u>-</u>	<u>1,125</u>	<u>1,216</u>
Total resources expended		<u>2,130</u>	<u>6,222</u>	<u>-</u>	<u>8,352</u>	<u>8,268</u>
NET INCOMING/(OUTGOING) RESOURCES BEFORE TRANSFERS						
		(1,626)	(2,242)	-	(3,868)	12,932
Gross transfers between funds						
	9	(180)	180	-	-	-
Net incoming/(outgoing) resources		<u>(1,806)</u>	<u>(2,062)</u>	<u>-</u>	<u>(3,868)</u>	<u>12,932</u>
RECONCILIATION OF FUNDS						
Total funds brought forward		<u>9,937</u>	<u>190,390</u>	<u>8,219</u>	<u>208,546</u>	<u>195,614</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>8,131</u></u>	<u><u>188,328</u></u>	<u><u>8,219</u></u>	<u><u>204,678</u></u>	<u><u>208,546</u></u>

The notes form part of these financial statements

**Balance Sheet
At 30 June 2016**

	Notes	Unrestricted fund £	Restricted funds £	Endowment fund £	30.6.16 Total funds £	30.6.15 Total funds £
FIXED ASSETS						
Tangible assets	5	5,277	156,829	8,219	170,325	171,497
CURRENT ASSETS						
Debtors	6	34	-	-	34	34
Cash at bank		3,900	34,262	-	38,162	38,035
		<u>3,934</u>	<u>34,262</u>	<u>-</u>	<u>38,196</u>	<u>38,069</u>
CREDITORS						
Amounts falling due within one year	7	(1,080)	(2,763)	-	(3,843)	(1,020)
NET CURRENT ASSETS		<u>2,854</u>	<u>31,499</u>	<u>-</u>	<u>34,353</u>	<u>37,049</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>8,131</u>	<u>188,328</u>	<u>8,219</u>	<u>204,678</u>	<u>208,546</u>
NET ASSETS		<u><u>8,131</u></u>	<u><u>188,328</u></u>	<u><u>8,219</u></u>	<u><u>204,678</u></u>	<u><u>208,546</u></u>
FUNDS						
Unrestricted funds	9				8,131	9,937
Restricted funds					188,328	190,390
Endowment funds					8,219	8,219
TOTAL FUNDS					<u><u>204,678</u></u>	<u><u>208,546</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 2016.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 30 June 2016 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- 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 January 2015).

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

.....
M A MacAulay -Trustee

**Notes to the Financial Statements
for the Year Ended 30 June 2016**

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 charity 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 charity 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 charity 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.

Costs of generating funds comprise the costs associated with attracting voluntary income with the exclusion of those costs associated with delivering or supporting the charity's objects.

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

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	- 4% on cost and 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'Choirhearsnachd

Notes to the Financial Statements - continued
for the Year Ended 30 June 2016

2. ACTIVITIES FOR GENERATING FUNDS

	30.6.16	30.6.15
	£	£
Fundraising events	3,980	12,301
	<u> </u>	<u> </u>

During the year the charity held a number of fundraising events, including a curry and quiz night and memorial match and dance, to raise funds towards the cost of building a new football pitch at lochdair hall.

3. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	30.6.16	30.6.15
	£	£
Depreciation - owned assets	5,852	5,931
Fees for independent examination	550	510
Fees for accountancy	550	510
	<u> </u>	<u> </u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 June 2016 nor for the year ended 30 June 2015.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 June 2016 nor for the year ended 30 June 2015.

5. TANGIBLE FIXED ASSETS

	Heritable property £	Leasehold improvements £	Plant & machinery £	Totals £
COST				
At 1 July 2015	8,968	178,473	58,526	245,967
Additions	-	2,700	1,980	4,680
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 30 June 2016	8,968	181,173	60,506	250,647
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
DEPRECIATION				
At 1 July 2015	-	30,120	44,350	74,470
Charge for year	-	3,429	2,423	5,852
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 30 June 2016	-	33,549	46,773	80,322
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
NET BOOK VALUE				
At 30 June 2016	8,968	147,624	13,733	170,325
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 30 June 2015	8,968	148,353	14,176	171,497
	<u> </u>	<u> </u>	<u> </u>	<u> </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.

Included within leasehold improvements, is £10,595 of planning and design fees for the new football pitch at lochdair Hall. This capitalised expenditure has not been depreciated.

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.16	30.6.15
	£	£
Other debtors	34	34
	<u> </u>	<u> </u>

Sgoil an lochdair agus A'Choirhearsnachd

Notes to the Financial Statements - continued
for the Year Ended 30 June 2016

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.16	30.6.15
	£	£
Other creditors	<u>3,843</u>	<u>1,020</u>

8. OPERATING LEASE COMMITMENTS

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

	30.6.16	30.6.15
	£	£
Expiring: In more than five years	<u>6</u>	<u>6</u>

9. MOVEMENT IN FUNDS

	At 1.7.15 £	Net movement in funds £	Transfers between funds £	At 30.6.16 £
Unrestricted funds				
General fund	9,937	(1,626)	(180)	8,131
Restricted funds				
lochdair School playground and playing fields	159,654	(5,493)	-	154,161
Cycle racks	567	(85)	-	482
Tree planting maintenance	94	(14)	-	80
Fencing	1,742	(261)	-	1,481
Awards for All	8,400	-	-	8,400
Football pitch at lochdair Hall	18,133	3,908	-	22,041
Amenity seating	1,800	(297)	180	1,683
	<u>190,390</u>	<u>(2,242)</u>	<u>180</u>	<u>188,328</u>
Endowment funds				
Land	8,219	-	-	8,219
	<u>208,546</u>	<u>(3,868)</u>	<u>-</u>	<u>204,678</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	504	(2,130)	(1,626)
Restricted funds			
Football pitch at lochdair Hall	3,980	(72)	3,908
Amenity seating	-	(297)	(297)
lochdair School playground and playing fields	-	(5,493)	(5,493)
Cycle racks	-	(85)	(85)
Tree planting maintenance	-	(14)	(14)
Fencing	-	(261)	(261)
	<u>3,980</u>	<u>(6,222)</u>	<u>(2,242)</u>
TOTAL FUNDS	<u>4,484</u>	<u>(8,352)</u>	<u>(3,868)</u>

Sgoil an lochdair agus A'Choirhearsnachd

**Notes to the Financial Statements - continued
for the Year Ended 30 June 2016**

9. MOVEMENT IN FUNDS - continued

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

'lochdair School playground' funds of £142,507 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', 'Amenity Seating' and 'Awards for All' 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.

The 'Football pitch at lochdair Hall' fund has been carried forward and will be expended after the year end on the costs of constructing a new pitch at lochdair Hall.

10. RELATED PARTY DISCLOSURES

There were no related party transactions in the period.

11. CONTROLLING PARTY

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

DRAFT

Sgoil an Iochdair agus A'Choirneachd

Detailed Statement of Financial Activities
for the Year Ended 30 June 2016

	30.6.16 £	30.6.15 £
INCOMING RESOURCES		
Voluntary income		
Donations	60	-
Just giving donations	-	3,487
Donated services and facilities	444	512
	<hr/>	<hr/>
	504	3,999
Activities for generating funds		
Fundraising events	3,980	12,301
Incoming resources from charitable activities		
Grants	-	4,900
	<hr/>	<hr/>
Total incoming resources	4,484	21,200
RESOURCES EXPENDED		
Costs of generating voluntary income		
Fundraising costs	72	10
Subscriptions	-	108
	<hr/>	<hr/>
	72	118
Charitable activities		
Rent	6	6
Website costs	164	164
Maintenance	799	500
Improvements to property	3,429	3,429
Fixtures and fittings	2,423	2,501
	<hr/>	<hr/>
	6,821	6,600
Governance costs		
Companies House fee	-	26
Accountancy	1,110	1,175
AGM expenses	15	15
	<hr/>	<hr/>
	1,125	1,216
Support costs		
Management		
Insurance	334	334
	<hr/>	<hr/>
Total resources expended	8,352	8,268
Net (expenditure)/income	<hr/> <hr/>	<hr/> <hr/>
	(3,868)	12,932