

**REGISTERED COMPANY NUMBER: SC318756 (Scotland)**  
**REGISTERED CHARITY NUMBER: SC040297**

Report of the Trustees and  
Unaudited Financial Statements for the Year Ended 31 March 2014  
for  
Edinbane Community Company

Donald Rankin Business Services  
Tigh an Oisean  
Bridge Road  
PORTREE  
Isle of Skye  
Highland  
IV51 9ER

Edinbane Community Company

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for the Year Ended 31 March 2014

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## Edinbane Community Company

### Report of the Trustees for the Year Ended 31 March 2014

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 31 March 2014. 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**

SC318756 (Scotland)

##### **Registered Charity number**

SC040297

##### **Registered office**

Edinbane Pottery

Edinbane

Isle of Skye

IV51 9PR

##### **Trustees**

A Danter

S Whatley

R Gillies

R MacFarlane

J MacRae

I Brown

W Shanks

Mrs I Nelson

Miss R Nelson

P MacRae

Ms M MacKenzie

- appointed 29.11.13

##### **Company Secretary**

S Whatley

##### **Independent examiner**

Jacqueline Smith CPFA

Donald Rankin Business Services

Tigh an Oisean

Bridge Road

PORTREE

Isle of Skye

Highland

IV51 9ER

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

##### **Governing document**

Memorandum and Articles of Association.

##### **Recruitment and appointment of new trustees**

Elections at AGM in rotation.

##### **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**

Defined under M & A as Community development for the community of Edinbane defined by postcodes.

## **ACHIEVEMENT AND PERFORMANCE**

The company carried out the following administrative matters:

- Renewal of Company Public & Directors Liability Insurance;
- Appointment of a lawyer to develop a "licence" to be used as a legal "vehicle" to construct footpaths through the Coishletter woodlands and Edinbane Common Grazing;
- Provision of a forum for community liaison regarding current proposal by Highland Council to close Edinbane Primary school;
- Management of Playpark and War memorial construction and opening events;
- The purchase of the "Gifted Pairc" from Highland Council for £1.00;
- Consideration of funding application and participation in development of North West Skye Sports & Wellness Hub, ECC was approached with a request for support for "revenue funding for the project, Directors conducted a membership pole as the request had serious "open ended" implications for any funders. The Membership opted not to support the project;
- Two Directors attended a Community Land Seminar held in Portree; and
- Organised the AGM, Bonfire, fireworks and ceilidh

### **Socio economic impact survey of Edinbane Windfarm**

A sixth year pupil at Portree High School presented the findings of his Geography Higher research project into the socio economic impact of the windfarm to Directors. Results from a survey of 47 residents containing a range of questions that included:

- 'Has Edinbane benefitted from the windfarm?' 67% agreed, 28% strongly agreed and 5% disagreed (there was no apparent shareholder / crofter bias in the responses);
- 'Have the turbines improved the view?' 35% responded that they weren't bothered and 67% agreed that they had improved the view; and
- 'What other benefits have arisen from the windfarm?' sixteen differing responses were received - the main benefits mentioned included; the playpark, war memorial, improved access, cohesive effect on the community. 21% of respondents cited no benefits - suggesting a gap in local awareness regarding the work of ECC.

The website [www.edinbanecommunitycompany.org](http://www.edinbanecommunitycompany.org) was maintained during the year, providing a transparent window on Company management together with access to funding application forms, minutes and funding decisions.

During the financial year 2013/2014 the Company received £56,574 from Vattenfall.

During the financial year 2013/2014 the Company awarded a total of £88,205.23 worth of project expenditure as detailed in Appendix 1.

During the financial year 2013 /2014 the Company spent £ 2,464 on village maintenance.

A total of £ 25,000.00 "ear marked" funding was received and used as follows:

<b>Donor</b>	<b>Purpose</b>	<b>Amount</b>
Highland Council Landfill Communities Fund	Play Park	£15,000.00
Active Places Legacy 2014 Fund	Play Park	£10,000.00
<b>Total spend on administration &amp; legal fees</b> (Legal £2,260, secretarial £886.87)		<b>£3,146.87</b>

### **At the year end the Company held the following funds:**

RBS Current account	£1,599.42
RBS Reserve account	£31,094.12
Clydesdale Current account	£15,000.00
Clydesdale Bond	£53,214.87
Virgin Investment	£20,300.67

Edinbane Community Company

Report of the Trustees  
for the Year Ended 31 March 2014

**ECC Grant Applications April 2013 – March 2014**

Date	Name of Applicant	Purpose of Grant	Amount Requested	Amount Awarded	Total Cost of Project	ECC %
29.5.13	Edinbane Community Co.	Edinbane Play Park	£ 49,864.55	£ 49,864.55	£ 95,164.55	52%
29.5.13	Edinbane Community Co.	War Memorial *	£ 9,931.72	£ 9,931.72	£ 13,736.72	72%
15.6.13	Edinbane Community Hall Assoc.	Hall Improvement project (Project support admin)	£ 9,205.00	£ 9,205.00	£ 58, 838.00	15.6%
27.6.13	Rachel Elizabeth MacRae	Educational Grant (nursing)	£ 3,450.00	£ 3,000.00	£ 14,700.00	20%
26.8.13	Tim Spencer & Samantha Peare	Nursery Transport Subsidy	£ 636.12	£ 300.00	£ 636.12	47%
Oct 2013	Ian MacKenzie	Educational Grant (Construction training)	£ 1,500.00	750.00	£ 1,500.00	50%
Oct 2013	Edinbane Inn	Educational Grant (Professional Cookery Training for Tom Howarth)	£ 3,000.00	£ 3,000.00	£ 8,000.00	37.5%
14.11.13	Molly Danter	Educational Grant (Scottish School of Contemporary Dance)	£ 723.20	£ 361.60	£ 9,212.76	4%
28.11.13	Skye & Lochalsh Meat Supply Group	Abattoir Development Project Costs	£ 1,000.00	£ 1,000.00	£ 10,000.00	10%
6.2.14	Edinbane Community Hall Assoc.	Hall Improvements (Loan)	£ 15,000.00	£ 15,000.00 (repaid in full)	n/a	n/a
6.2.14	Edinbane Community Hall Assoc.	Hall Improvements (Heating System) **	£ 9,600.36	£ 9,981.36	£ 9,981.36	100%
Feb 2014	Isle of Skye Youth Pipe Band	Pipe-band Uniform	£ 811.00	£ 811.00	£ 8,110.00	10%

\* The project was subject to an increase in costs due to the discovery of services running across the site that the Co. was not aware of at the time of the initial project costing; this service had to be re located.

\*\* The item of equipment was subject to a price increase in between the time of the original quote and purchase date.

**FINANCIAL REVIEW**

**Reserves policy**

At present the Company has sufficient funds to cover any maintenance liabilities related to infrastructure from revenue. An "endowment" type fund, referred to as "The Fidelity Fund" has been created with an initial deposit of £20,000.

**ON BEHALF OF THE BOARD:**

.....  
A Danter - Trustee

Date: .....

Independent Examiner's Report to the Trustees of  
Edinbane Community Company

I report on the accounts for the year ended 31 March 2014 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.

Jacqueline Smith CPFA  
Donald Rankin Business Services  
Tigh an Oisean  
Bridge Road  
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IV51 9ER

Date: .....

Edinbane Community Company

Statement of Financial Activities  
for the Year Ended 31 March 2014

	Not es	Unrestricted funds £	Restricted funds £	31.3.14 Total funds £	31.3.13 Total funds £
<b>INCOMING RESOURCES</b>					
<b>Incoming resources from generated funds</b>					
Voluntary income		56,574	490	57,064	68,574
Investment income	2	2,409	-	2,409	1,151
<b>Incoming resources from charitable activities</b>					
Grant		-	25,000	25,000	10,000
<b>Total incoming resources</b>		58,983	25,490	84,473	79,725
<b>RESOURCES EXPENDED</b>					
<b>Charitable activities</b>					
Subscriptions		15	-	15	15
Sundries		-	-	-	60
Website		60	-	60	60
Donations		5,805	-	5,805	2,913
Charges and interest		-	-	-	4
Grant		7,809	-	7,809	20,942
Administration		706	-	706	867
Village maintenance		2,464	-	2,464	1,791
Footpath		-	-	-	2,176
Insurance		300	-	300	-
Playpark opening		663	-	663	-
War Memorial Dedication		418	-	418	-
Playpark maintenance		80	-	80	-
<b>Governance costs</b>		1,983	-	1,983	4,628
<b>Total resources expended</b>		20,303	-	20,303	33,456
<b>NET INCOMING RESOURCES BEFORE TRANSFERS</b>					
		38,680	25,490	64,170	46,269
<b>Gross transfers between funds</b>	8	(71,333)	71,333	-	-
<b>Net incoming/(outgoing) resources</b>		(32,653)	96,823	64,170	46,269
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		174,978	13,805	188,783	142,514
<b>TOTAL FUNDS CARRIED FORWARD</b>		142,325	110,628	252,953	188,783

The notes form part of these financial statements

Edinbane Community Company

Balance Sheet

At 31 March 2014

	Notes	Unrestricted funds £	Restricted funds £	31.3.14 Total funds £	31.3.13 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	4	-	110,628	110,628	465
<b>CURRENT ASSETS</b>					
Debtors	5	15,356	-	15,356	-
Investments	6	20,000	-	20,000	20,000
Cash at bank and in hand		<u>107,509</u>	<u>-</u>	<u>107,509</u>	<u>168,858</u>
		142,865	-	142,865	188,858
<b>CREDITORS</b>					
Amounts falling due within one year	7	(540)	-	(540)	(540)
		<u>142,325</u>	<u>-</u>	<u>142,325</u>	<u>188,318</u>
<b>NET CURRENT ASSETS</b>					
		<u>142,325</u>	<u>110,628</u>	<u>252,953</u>	<u>188,783</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
		<u>142,325</u>	<u>110,628</u>	<u>252,953</u>	<u>188,783</u>
<b>NET ASSETS</b>					
		<u>142,325</u>	<u>110,628</u>	<u>252,953</u>	<u>188,783</u>
<b>FUNDS</b>					
Unrestricted funds	8			142,325	174,978
Restricted funds				<u>110,628</u>	<u>13,805</u>
<b>TOTAL FUNDS</b>					
				<u>252,953</u>	<u>188,783</u>

The notes form part of these financial statements



Edinbane Community Company

Balance Sheet - continued

At 31 March 2014

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2014.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2014 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:

.....  
A Danter -Trustee

## 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.

### 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.

### Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

### Tangible fixed assets

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

### 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.

## 2. INVESTMENT INCOME

	31.3.14	31.3.13
	£	£
Deposit account interest	<u>2,409</u>	<u>1,151</u>

## 3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2014 nor for the year ended 31 March 2013.

### Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2014 nor for the year ended 31 March 2013.

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2014**4. TANGIBLE FIXED ASSETS**

	Playpark £	War Memorial £	Totals £
<b>COST</b>			
At 1 April 2013	465	-	465
Additions	<u>96,832</u>	<u>13,331</u>	<u>110,163</u>
At 31 March 2014	<u>97,297</u>	<u>13,331</u>	<u>110,628</u>
<b>NET BOOK VALUE</b>			
At 31 March 2014	<u>97,297</u>	<u>13,331</u>	<u>110,628</u>
At 31 March 2013	<u>465</u>	<u>-</u>	<u>465</u>

**5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

		31.3.14 £	31.3.13 £
Other debtors		<u>15,356</u>	<u>-</u>

**6. CURRENT ASSET INVESTMENTS**

		31.3.14 £	31.3.13 £
Investments		<u>20,000</u>	<u>20,000</u>

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

		31.3.14 £	31.3.13 £
Other creditors		<u>540</u>	<u>540</u>

**8. MOVEMENT IN FUNDS**

	At 1.4.13 £	Net movement in funds £	Transfers between funds £	At 31.3.14 £
<b>Unrestricted funds</b>				
General fund	154,978	38,680	(71,333)	122,325
Designated: Long term maintenance	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>20,000</u>
	174,978	38,680	(71,333)	142,325
<b>Restricted funds</b>				
War Memorial	3,805	-	9,526	13,331
Playpark	<u>10,000</u>	<u>25,490</u>	<u>61,807</u>	<u>97,297</u>
	13,805	25,490	71,333	110,628
	<u>188,783</u>	<u>64,170</u>	<u>-</u>	<u>252,953</u>
<b>TOTAL FUNDS</b>	<u>188,783</u>	<u>64,170</u>	<u>-</u>	<u>252,953</u>

**8. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	58,983	(20,303)	38,680
<b>Restricted funds</b>			
Playpark	25,490	-	25,490
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>84,473</u>	<u>(20,303)</u>	<u>64,170</u>

**Transfers between funds**

£9,526 and £61,807 have been transferred from the General fund to the War Memorial and Playpark funds respectively to meet the shortfall in these funds.

Edinbane Community Company

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2014

	31.3.14	31.3.13
	£	£
<b>INCOMING RESOURCES</b>		
<b>Voluntary income</b>		
Donations	490	8,695
Community Benefit Fund	56,574	54,877
Water Board	-	<u>5,002</u>
	57,064	68,574
<b>Investment income</b>		
Deposit account interest	2,409	1,151
<b>Incoming resources from charitable activities</b>		
Grants	<u>25,000</u>	<u>10,000</u>
<b>Total incoming resources</b>	84,473	79,725
<b>RESOURCES EXPENDED</b>		
<b>Charitable activities</b>		
Insurance	300	-
Postage and stationery	23	50
Sundries	-	60
Website	60	60
Subscriptions	15	15
Edinbane School Parent Council	-	672
Village hall	194	2,000
Secretarial	683	817
Village maintenance	2,464	1,791
Donation - PHS	-	241
Youth training	6,315	20,942
Footpath	-	2,176
Dunvegan Minibus	5,000	-
Playpark opening	663	-
War Memorial Dedication	418	-
Playpark maintenance	80	-
Portree Pipe Band	805	-
Nursery	300	-
Abattoir	1,000	-
Bank charges	-	<u>4</u>
	18,320	28,828
<b>Governance costs</b>		
Accountancy	558	540
Legal fees	357	3,130
Meeting expenses	<u>1,068</u>	<u>958</u>
	<u>1,983</u>	<u>4,628</u>
<b>Total resources expended</b>	20,303	33,456

This page does not form part of the statutory financial statements

Edinbane Community Company

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2014

	31.3.14	31.3.13
	£	£
	_____	_____
<b>Net income</b>	<u><u>64,170</u></u>	<u><u>46,269</u></u>

This page does not form part of the statutory financial statements