

REGISTERED COMPANY NUMBER: SC307688 (Scotland)

REGISTERED CHARITY NUMBER: SC040259

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 August 2017
for
Kingussie Community Development Company

Peter Munro & Company
Chartered Certified Accountants
15-17 High Street
Kingussie
Inverness-shire
PH21 1HS

Kingussie Community Development Company
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for the Year Ended 31 August 2017

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Kingussie Community Development Company
Report of the Trustees
for the Year Ended 31 August 2017

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 August 2017. The trustees have adopted the provisions of Accounting and Reporting by Charities: 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) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

To carry out and promote activities for the benefit of the community of the town of Kingussie, provide recreational facilities and advance environmental protection and improvement of the neighbourhood.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Kingussie Community Development Company has continued to carry out and support activities for the benefit of the community of the town of Kingussie, to provide recreational facilities and advance environmental protection and improvement of the neighbourhood. Full reports of the charitable activities will be presented at the Annual General Meeting to be held on 23rd January 2018 at 7pm.

THE KINGUSSIE COMMUNITY HYDRO

It is more than 2 years since the Hydro was commissioned on 11th February 2015. It has continued to operate without significant problems during the past year and there have been no power outages due to mechanical or electrical failures within the equipment. However there have been some minor shutdowns because of grid trips, largely caused by lightning strike and more significantly, a prolonged stoppage as a result of lack of water during the very dry spell in late spring 2017. This and the low snowfall last winter have contributed to the electrical output and corresponding income being approximately 5% lower than in the previous year.

The Hydro is operated and maintained by KCDC volunteers. Routine work is regular cleaning of the inlet and outlet screens of leaves and other debris plus a short annual shutdown. Some minor repairs to the weir structure have been carried out to remedy damage caused by ex-Hurricane Bertha and subsequent spates. With construction of the flood diversion channel upstream now underway, it is expected that there will be less of this type of damage in future.

Natural vegetation on the site is now well established, thus minimising the environmental impact of the extensive civil engineering work that was carried out.

THE KCDC HYDRO GRANTS FUND

We declared the KCDC Hydro Grants Fund open and to date grants have been made to three local organisations for various projects. The Fund is ongoing and details of our application procedure are on our webpage.

COMMUNITY WOODLANDS and PATHS

We have continued the work of improving the Community Woodlands and Paths. Much hard work has been carried out in clearing undergrowth and opening up the woods to let in more light and air. In addition we have cleared around the street lights to make the relevant paths more pleasant to use.

After the accounts date, we completed the purchase of the area of ground below the Tennis Courts in Ardbroilach Road and have incorporated this into the Community Woodlands.

Thanks are due to the Directors and Volunteers who have given of their time over the period. We still seek volunteers.

CYCLE FRIENDLY KINGUSSIE

This has been another active year for the Cycling sub group; CFK. The trail information signs on King Street, outside the new Court House building and Ardvonie have now been in place for almost a year and feedback has been very positive. A cycle parking rack has also been installed outside the Court House. A popular programme of Sunday rides took place through the winter and Tuesday evening rides continue at other times of year. Accommodation providers have requested a route information brochure and this should be available before the Spring. CFK organised the Bikeathon in partnership with Chest Heart and Stroke Scotland for the second year running, attendance was down on the previous year.

FINANCIAL REVIEW

Principal funding sources

Kingussie Community Development Company received no funding from any organisations during the year under review.

FINANCIAL REVIEW

Reserves policy

The total reserves stand at £195,916 consisting of £12,169 unrestricted funds and £183,747 restricted funds of which £174,791 is the Net Book Value of the Hydro Scheme. This leaves sufficient funds to enable projects and activities to be undertaken and to cover costs and Governance costs, without which the charity could not function.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Kingussie Community Development Company is a company limited by guarantee and a registered charity governed by its memorandum and articles of association.

Recruitment and appointment of new trustees

The maximum number of trustees is thirteen and the minimum is five. Trustees are appointed by ordinary resolution at the annual general meeting. One half of the trustees retire at each annual general meeting but are eligible for re - appointment.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC307688 (Scotland)

Registered Charity number

SC040259

Registered office

15-17 High Street
Kingussie
Inverness-Shire
PH21 1HS

Trustees

Mr D Grant	- resigned 22.11.16
Mr A Dunn	- appointed 23.1.18
A Calvert	- resigned 22.11.16
Mr L G Cruickshank	
Mr I B Dyce	- resigned 22.11.16
Ms S Millar	- resigned 23.1.18
Mr D K Stewart	
Mr I W Moffett	
Mrs A Schofield	- resigned 22.11.16
Mr J Ballantyne	- resigned 22.11.16
Mr R J Kinnaird	
Mr A C Bell	
Mr J G Strang	- appointed 22.11.16
J Morse	- appointed 22.11.16
Mr K J Deans	- appointed 23.1.18
Mr E G Lawther	- appointed 16.2.18

Independent examiner

Peter Munro FCCA
Peter Munro & Company
Chartered Certified Accountants
15-17 High Street
Kingussie
Inverness-shire
PH21 1HS

Kingussie Community Development Company

Report of the Trustees

for the Year Ended 31 August 2017

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers

Bank of Scotland

Main Road

Aviemore

Inverness-shire

PH22 1RH

Approved by order of the board of trustees on 28 May 2018 and signed on its behalf by:

Mr I W Moffett - Trustee

Independent Examiner's Report to the Trustees of
Kingussie Community Development Company

I report on the accounts for the year ended 31 August 2017 set out on pages five to twelve.

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.

Peter Munro FCCA
Peter Munro & Company
Chartered Certified Accountants
15-17 High Street
Kingussie
Inverness-shire
PH21 1HS

28 May 2018

Kingussie Community Development Company
Statement of Financial Activities
for the Year Ended 31 August 2017

	Notes	Unrestricted fund £	Restricted fund £	31.8.17 Total funds £	31.8.16 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		1,712	104	1,816	595
Charitable activities	2				
Kingussie Community Hydro		11,860	-	11,860	14,294
Total		13,572	104	13,676	14,889
EXPENDITURE ON					
Charitable activities					
Development company expenses		359	2,272	2,631	14,567
Support costs		2,363	13,495	15,858	1,558
Total		2,722	15,767	18,489	16,125
NET INCOME/(EXPENDITURE)		10,850	(15,663)	(4,813)	(1,236)
RECONCILIATION OF FUNDS					
Total funds brought forward		1,319	199,410	200,729	201,965
TOTAL FUNDS CARRIED FORWARD		12,169	183,747	195,916	200,729
CONTINUING OPERATIONS					
All income and expenditure has arisen from continuing activities.					

Kingussie Community Development Company
Balance Sheet
At 31 August 2017

	Notes	Unrestricted fund £	Restricted fund £	31.8.17 Total funds £	31.8.16 Total funds £
FIXED ASSETS					
Tangible assets	6	15	174,791	174,806	18
CURRENT ASSETS					
Stocks	7	-	-	-	188,236
Debtors	8	949	40	989	2,920
Cash at bank and in hand		<u>13,246</u>	<u>9,217</u>	<u>22,463</u>	<u>13,905</u>
		14,195	9,257	23,452	205,061
CREDITORS					
Amounts falling due within one year	9	(2,041)	(301)	(2,342)	(4,350)
NET CURRENT ASSETS		<u>12,154</u>	<u>8,956</u>	<u>21,110</u>	<u>200,711</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>12,169</u>	<u>183,747</u>	<u>195,916</u>	<u>200,729</u>
NET ASSETS		<u>12,169</u>	<u>183,747</u>	<u>195,916</u>	<u>200,729</u>
FUNDS	10				
Unrestricted funds				12,169	1,319
Restricted funds				<u>183,747</u>	<u>199,410</u>
TOTAL FUNDS				<u>195,916</u>	<u>200,729</u>

Kingussie Community Development Company

Balance Sheet - continued

At 31 August 2017

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2017 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 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.
- (b)

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 28 May 2018 and were signed on its behalf by:

Mr I W Moffett -Trustee

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: 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) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. 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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

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

Hydro Scheme	- 7.14% on cost
Equipment	- 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.

2. INCOME FROM CHARITABLE ACTIVITIES

	Activity	31.8.17 £	31.8.16 £
Electricity	Kingussie Community Hydro	<u>11,860</u>	<u>14,294</u>

3. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.8.17	31.8.16
	£	£
Depreciation - owned assets	<u>13,448</u>	<u>4</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2017 nor for the year ended 31 August 2016.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2017 nor for the year ended 31 August 2016.

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	595	-	595
Charitable activities			
Kingussie Community Hydro	-	14,294	14,294
Total	<u>595</u>	<u>14,294</u>	<u>14,889</u>
EXPENDITURE ON			
Charitable activities			
Development company expenses	1,453	13,114	14,567
Support costs	1,540	18	1,558
Total	<u>2,993</u>	<u>13,132</u>	<u>16,125</u>
NET INCOME/(EXPENDITURE)	<u>(2,398)</u>	<u>1,162</u>	<u>(1,236)</u>
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>3,717</u>	<u>198,248</u>	<u>201,965</u>
TOTAL FUNDS CARRIED FORWARD	<u>1,319</u>	<u>199,410</u>	<u>200,729</u>

6. TANGIBLE FIXED ASSETS

	Hydro Scheme £	Equipment £	Totals £
COST			
At 1 September 2016	-	73	73
Additions	188,236	-	188,236
At 31 August 2017	188,236	73	188,309
DEPRECIATION			
At 1 September 2016	-	55	55
Charge for year	13,445	3	13,448
At 31 August 2017	13,445	58	13,503
NET BOOK VALUE			
At 31 August 2017	174,791	15	174,806
At 31 August 2016	-	18	18

7. STOCKS

	31.8.17 £	31.8.16 £
Hydro project	-	188,236

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.17 £	31.8.16 £
Trade debtors	732	2,645
VAT	40	275
Prepayments	217	-
	989	2,920

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.17 £	31.8.16 £
Trade creditors	1,357	1,950
VAT	121	-
Accrued expenses	864	2,400
	2,342	4,350

10. MOVEMENT IN FUNDS

	At 1.9.16 £	Net movement in funds £	At 31.8.17 £
Unrestricted funds			
General fund	1,319	10,850	12,169
Restricted funds			
Restricted fund	199,410	(15,663)	183,747
TOTAL FUNDS	<u>200,729</u>	<u>(4,813)</u>	<u>195,916</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	13,572	(2,722)	10,850
Restricted funds			
Restricted fund	104	(15,767)	(15,663)
TOTAL FUNDS	<u>13,676</u>	<u>(18,489)</u>	<u>(4,813)</u>

Comparatives for movement in funds

	At 1.9.15 £	Net movement in funds £	At 31.8.16 £
Unrestricted Funds			
General fund	3,717	(2,398)	1,319
Restricted Funds			
Restricted fund	198,248	1,162	199,410
TOTAL FUNDS	<u>201,965</u>	<u>(1,236)</u>	<u>200,729</u>

10. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	595	(2,993)	(2,398)
Restricted funds			
Restricted fund	14,294	(13,132)	1,162
TOTAL FUNDS	<u>14,889</u>	<u>(16,125)</u>	<u>(1,236)</u>

11. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 August 2017.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.