

Charity Number: SC015208  
Company number: SC379557

**Assynt Community Association**  
Trustees' Report and Financial Statements  
*Year ended 30 June 2015*



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# Assynt Community Association

## Contents of the Financial Statements for the year ended 30 June 2015

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	Page
Report of the Trustees	1 - 4
Report of the Independent Examiner	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8 – 12

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# Assynt Community Association

## Report of the Trustees for the year ended 30 June 2015

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The trustees are pleased to present their report together with the financial statements of the charity for the year ended 30 June 2015.

### Legal and Administrative Information

<b>Charity name</b>	Assynt Community Association
<b>Charity number</b>	SC015208
<b>Company number</b>	SC379557
<b>Registered Office &amp; operational address</b>	Lochinver Mission Lochinver Sutherland IV27 4LR
<b>Trustees</b>	Mrs S Corkish (resigned 1 July 2014) Mr N Goldie Mr S J Gudgeon Mrs M Hinsley (resigned 20 October 2014) Mrs M Hutchinson Mr A M Johnston (resigned 17 June 2015) Mr R Kerr Miss L Sedgley
<b>Secretary</b>	None appointed
<b>Accountant</b>	T P Wright Chartered accountant 396 Elphin By Lairg Sutherland IV27 4HH
<b>Solicitors</b>	Macleod and MacCallum Solicitors 28 Queensgate Inverness IV1 1YN
<b>Bankers</b>	Royal Bank of Scotland Lochinver Sutherland IV27 4LF

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# Assynt Community Association

## Report of the Trustees for the year ended 30 June 2015

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### Structure, governance and management

#### Governing Document

Assynt Community Association is a company limited by guarantee and not having a share capital, governed by its Memorandum and Articles of Association incorporated on 2<sup>nd</sup> June 2010, and is registered as a charity with the Scottish Charity Regulator. In the event of the company being wound up, members are required to contribute a sum not exceeding £1.

The structure of the company consists of:-

- (a) the MEMBERS - who have the right to attend the annual general meeting (and any extraordinary general meeting) and have important powers under the articles of association and the Act; in particular, the members elect people to serve as trustees and take decisions in relation to changes to the articles themselves
- (b) the TRUSTEES (who are also the directors of Assynt Community Association for the purposes of company law) - who hold regular meetings during the period between annual general meetings, and generally control and supervise the activities of the company; in particular, the trustees are responsible for monitoring the financial position of the company.

Membership is open to any individual or organisation interested in promoting the Objects, who applies to the Charity in the form required by the trustees, is approved by the trustees and who signs the register of members or consents in writing to become a member either personally or (in the case of a member organisation) through an authorised representative.

#### Appointment of Trustees

There is no maximum number of trustees, but a minimum number of 3, all of whom must be members. Trustees may be appointed by ordinary resolution of the members or by a decision of the trustees. One third of the trustees must retire at the first trustees' meeting in each calendar year, the longest-serving first; a retiring trustee who remains qualified may be re-appointed, although no trustee may be re-appointed under this mechanism for more than 3 consecutive terms of office.

#### Objectives

The company's objects are the promotion of regeneration for the public benefit in and around Assynt particularly by:

- The advancement of education
- The advancement of citizenship or community development
- The advancement of the arts, heritage, culture or science
- The advancement of public participation in sport
- The provision of recreational facilities, or the organisation of recreational activities, with the objects of improving the conditions of life for the persons for whom the facilities or activities are primarily intended
- The advancement of environmental protection or improvement
- The relief of those in need by reason of age, ill-health, disability, financial hardship or other disadvantage

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# Assynt Community Association

## Report of the Trustees for the year ended 30 June 2015

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### Activities, achievements and performance

The start of the financial year was marked by the re-opening of the café and bunkhouse within the Mission building by the Assynt Community Trading, a subsidiary formed by ACA for this purpose. It commenced trading in May 2014 but it unfortunately failed to establish itself within the summer months of maximum business and by October it was evident it has not achieved a surplus to sustain it through the low season. Prompt action was taken by the parent company ACA to change the business model, and new tenants were able to re-open the café and bunkhouse on 1 April 2015. This has been working well and good progress has been made to resolve creditor liabilities. Once this process is completed the Association will have a regular source income to enable it to fulfil its charitable purposes and also give attention to accumulating reserves.

The other source of income for the Association (The Loo at the Lighthouse) has provided £1,000 from the donations made for the use of this much valued service, and funds from this source have been provided to assist with the purchase of new equipment for the two play parks in Lochinver.

The ACA has also continued to support the Community Archive (located within the Mission building) and this enables it to pursue its work digitising historical records and those relating to the unique flora and fauna of Assynt.

The Association has benefited greatly from the significant contribution of time and expertise provided by its Directors and this is much appreciated.

### Financial review

The accounts report a deficit on the unrestricted income fund for the year but, as outlined above, the situation is hoped to improve in the current year and going forwards. The deficit on restricted funds was primarily due to depreciation.

The trustees wish to accumulate reserves to cover the running costs of the Association and to pursue the objectives of the company as stated above.

# Assynt Community Association

## Report of the Trustees for the year ended 30 June 2015

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### Trustees' responsibilities in relation to the financial statements

The trustees are responsible for preparing the trustees' report 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 that give a true and fair view of the state of affairs of the charity at the end of the financial year and its surplus or deficit for the financial year. In doing so the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Make sound 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 charity 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 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report is prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

This report was approved by the Board and signed on its behalf by



N Goldie  
Chair

Date: 19 March 2016

# Assynt Community Association

## Report of the Independent Examiners to the Trustees for the year ended 30 June 2015

I report on the accounts of the charity for the year ended 30 June 2015 which are set out on pages 6 to 12.

### 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 trustees consider that the audit requirement of Regulation 10(1) (a-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 independent examiner's statement

My examination is 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 seeks explanations from the trustees concerning 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 Examiners' Statement

In the course of 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 comply with Regulation 8 of the 2006 Accounts Regulationshave 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.



Name            T P Wright  
Qualification   Chartered accountant  
Address        396 Elphin, By Lairg, Sutherland, IV27 4HH  
Date            19 March 2016

# Assynt Community Association

## Statement of financial activities (incorporating the income and expenditure account)

Year ended 30 June 2015

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2015 £	Total 2014 £
<b>Incoming resources</b>					
<b>From generated funds</b>					
Voluntary income	2	1,020	10,353	11,373	10,051
Investment income	3	1	-	1	8
<b>Total incoming resources</b>		<b>1,021</b>	<b>10,353</b>	<b>11,374</b>	<b>10,059</b>
<b>Resources expended</b>					
<b>Costs of generating voluntary income</b>					
Charitable activities	4	2,415	39,277	41,692	43,388
Governance costs	5	300	-	300	300
<b>Total resources expended</b>		<b>2,715</b>	<b>39,277</b>	<b>41,992</b>	<b>43,688</b>
<b>Net income/(expenditure) before transfers</b>		<b>(1,694)</b>	<b>(28,924)</b>	<b>(30,618)</b>	<b>(33,629)</b>
<b>Transfers</b>	11	<b>(377)</b>	<b>377</b>	<b>-</b>	<b>-</b>
<b>Net income/(expenditure) for the year</b>		<b>(2,071)</b>	<b>(28,547)</b>	<b>(30,618)</b>	<b>(33,629)</b>
Total funds brought forward	11	666	565,107	565,773	599,402
<b>Total funds carried forward</b>	11	<b>(1,405)</b>	<b>536,560</b>	<b>535,155</b>	<b>565,773</b>

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

The notes form part of these financial statements.



# Assynt Community Association

## Balance sheet

As at 30 June 2015

	Notes	£	2015 £	£	2014 £
<b>Fixed Assets</b>					
Tangible assets	7		536,560		563,389
Investments	8		1		1
			<u>536,561</u>		<u>563,390</u>
<b>Current assets</b>					
Debtors	9	155		70	
Cash at bank and in hand		39		2,613	
		<u>194</u>		<u>2,683</u>	
<b>Creditors: falling due within one year</b>	10	1,600		300	
<b>Net Current Assets</b>			(1,406)		2,383
<b>Total Net Assets</b>			<u>535,155</u>		<u>565,773</u>
<b>Represented by:</b>					
Restricted income funds	11		536,560		565,107
Unrestricted income funds	11		(1,405)		666
<b>Total funds</b>			<u>535,155</u>		<u>565,773</u>

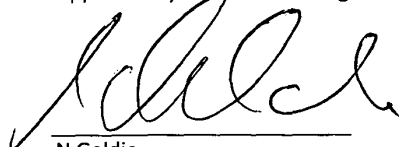
The directors are satisfied that the company is entitled to exemption under Section 477 of the Companies Act 2006 and that no member or members have requested an audit pursuant to Section 476 of the Act.

The directors acknowledge their responsibilities for:

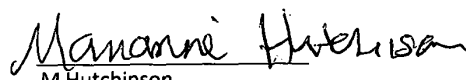
- (i) ensuring that the company keeps proper accounting records which comply with Sections 386 and 387 of the Companies Act 2006; and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its income and expenditure 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 accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Board and signed on its behalf on 19 March 2016



N Goldie  
**Chair**



M Hutchinson  
**Director**

Company registration number SC379557

# Assynt Community Association

## Notes to the financial statements

Year ended 30 June 2015

### 1 Accounting policies

#### *Basis of accounting*

The financial statements are prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice 'Accounting and Reporting by Charities' (revised March 2005) and the Companies Act 2006.

#### *Consolidation*

In the opinion of the members of the board, the charity and its subsidiary undertaking comprise a small-sized group, which is not required to prepare group accounts under the Companies Act 2006 and as gross income, excluding resources received as capital funds, is less than the Charities SORP limit, group accounts are not required under that regime either.

#### *Donations*

Donations received are recorded at the time the charity becomes entitled to the resource.

#### *Membership fees*

Membership fees received are recorded at the time of receipt.

#### *Grants*

Grants received are included in incoming resources when they are receivable, except when conditions attached to such grants have not yet been fulfilled, when the income is deferred. Grants of a capital nature are treated as a restricted fund and released to the unrestricted funds over the life of the asset.

#### *Expenditure*

Expenditure is included on the accruals basis, gross of irrecoverable VAT, and recognised when there is a legal or constructive obligation to pay.

#### *Investments*

Investments represent the cost of the share in the subsidiary company, Lochinver Mission Limited. As the latter transfers all profits on demand to Assynt Community Association it is felt that market value will not exceed cost.

#### *Fund accounting*

Restricted funds: funds held which are restricted for use for specific purposes.

Unrestricted funds: funds which the trustees are free to use, in accordance with the charitable objects.

#### *Tangible fixed assets and depreciation*

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land	-	Not depreciated.
Leasehold property	-	Over the period of the lease (50 years)
Fixtures, fitting and equipment	-	Between 5 and 15 years straight line
Office equipment, fittings etc	-	Between 3 and 5 years straight line
Motor vehicles	-	Over 4 years straight line

#### *Taxation*

The Association is accepted as a charity for tax purposes and relief given under S.505 Income and Corporation Taxes Act 1988.

# Assynt Community Association

## Notes to the financial statements

Year ended 30 June 2015

### 2 Voluntary income

	Unrestricted Funds £	Restricted Funds £	Total 2015 £	Total 2014 £
<b>Donations</b>				
Subscriptions and donations	20	-	20	506
Received from composting toilet at Stoer	1,000	-	1,000	500
<b>Grants etc</b>				
Composting toilet at Stoer	-	-	-	9,045
Playpark equipment	-	10,353	10,353	-
	<u>1,020</u>	<u>10,353</u>	<u>11,373</u>	<u>10,051</u>

### 3 Investment income

	Unrestricted Funds £	Restricted Funds £	Total 2015 £	Total 2014 £
Bank interest receivable	1	-	1	8
	<u>1</u>	<u>-</u>	<u>1</u>	<u>8</u>

### 4 Resources expended on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total 2015 £	Total 2014 £
Composting toilet at Stoer	-	-	-	9,270
Playpark equipment	-	12,690	12,690	-
Property maintenance and sundries	423	-	423	350
Depreciation	-	26,587	26,587	29,127
	<u>423</u>	<u>39,277</u>	<u>39,700</u>	<u>38,747</u>
<b>Support costs</b>				
General insurance	1,454	-	1,454	1,348
Other establishment expenses	-	-	-	1,042
Bad debt	-	-	-	1,629
Sundry expenses	296	-	296	353
Depreciation	242	-	242	269
	<u>1,992</u>	<u>-</u>	<u>1,992</u>	<u>4,641</u>
<b>Total</b>	<u>2,415</u>	<u>39,277</u>	<u>41,692</u>	<u>43,388</u>

# Assynt Community Association

## Notes to the financial statements

Year ended 30 June 2015

### 5 Governance costs

	Unrestricted Funds £	Restricted Funds £	Total 2015 £	Total 2014 £
Examiner's fees	300	-	300	300
	<u>300</u>	<u>-</u>	<u>300</u>	<u>300</u>

### 6 Directors' remuneration and expenses

None of the directors (or any persons connected with them) received any remuneration or expenses during the period.

### 7 Tangible fixed assets

	Land £	Leasehold property £	Plant and equipment £	Motor vehicle £	Office equipment £	Total £
<b>Cost</b>						
At 1 July 2014	5,871	477,664	159,653	8,000	953	652,141
At 30 June 2015	<u>5,871</u>	<u>477,664</u>	<u>159,653</u>	<u>8,000</u>	<u>953</u>	<u>652,141</u>
<b>Depreciation</b>						
At 1 July 2014	-	28,663	51,497	8,000	592	88,752
Charge for year	-	9,554	17,033	-	242	26,829
At 30 June 2015	<u>-</u>	<u>38,217</u>	<u>68,530</u>	<u>8,000</u>	<u>834</u>	<u>115,581</u>
<b>Net Book Value</b>						
At 30 June 2015	<u>5,871</u>	<u>439,447</u>	<u>91,123</u>	<u>-</u>	<u>119</u>	<u>536,560</u>
At 30 June 2014	<u>5,871</u>	<u>449,001</u>	<u>108,156</u>	<u>-</u>	<u>361</u>	<u>563,389</u>

### 8 Investments

Unlisted investments (unrestricted fund)	2015 £	2014 £
<b>Historic cost and market value</b>		
At 1 July 2014	<u>1</u>	<u>1</u>
At 30 June 2015	<u>1</u>	<u>1</u>

The investment comprises a 100% shareholding in Assynt Community (Trading) Limited, a trading subsidiary, incorporated in Scotland. The subsidiary's accounts prepared to 31 March 2015 report the following position:

# Assynt Community Association

## Notes to the financial statements

Year ended 30 June 2015

	2015	2014			
	£	£			
Aggregate capital and reserves	(14,141)	1			
Profit / (loss) for the period	(14,142)	-			
	<u>(14,141)</u>	<u>1</u>			
<b>9 Debtors: falling due within one year</b>					
	2015	2014			
	£	£			
Sundry debtors and prepayments	-	70			
Amounts owed by group undertakings	155	-			
	<u>155</u>	<u>70</u>			
	<u>155</u>	<u>70</u>			
<b>10 Creditors: falling due within one year</b>					
	2015	2014			
	£	£			
Sundry creditors and accruals	1,600	300			
	<u>1,600</u>	<u>300</u>			
	<u>1,600</u>	<u>300</u>			
<b>11 Reserves</b>					
	At 01/07/14	Income	Expenditure	Transfers	At 30/06/15
	£	£	£	£	£
<b>Restricted funds</b>					
Grants for purchase of former Seaman's Mission building, Lochinver	565,107	-	(26,587)	(1,960)	536,560
Grants for purchase of playpark equipment for playgrounds in Lochinver	-	10,353	(12,690)	2,337	-
	<u>565,107</u>	<u>10,353</u>	<u>(39,277)</u>	<u>377</u>	<u>536,560</u>
<b>Unrestricted funds</b>	666	1,021	(2,715)	(377)	(1,405)
	<u>565,773</u>	<u>11,374</u>	<u>(41,992)</u>	<u>-</u>	<u>535,155</u>
	<u>565,773</u>	<u>11,374</u>	<u>(41,992)</u>	<u>-</u>	<u>535,155</u>
<b>Represented by:</b>		Unrestricted Funds	Restricted Funds	Total 2015	Total 2014
		£	£	£	£
Fixed assets		119	536,441	536,560	563,389
Investments		1	-	1	1
Net current assets		(1,525)	119	(1,406)	2,383
Total funds		<u>(1,405)</u>	<u>536,560</u>	<u>535,155</u>	<u>565,773</u>

# Assynt Community Association

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## Notes to the financial statements

Year ended 30 June 2015

### **12 Contingent liability and security given**

There are contingent liabilities relating to grants received for the purchase of the building whereby, if the property is sold, a proportion of the grant may become repayable. It is not considered practicable to quantify any liability which might arise.

A legal charge over the leasehold property has been given and registered at Companies House in respect of the Big Lottery Fund grants.

### **13 Related party transactions**

At the year end, the amount due from / (to) Assynt Community (Trading) Limited was £155.

### **14 Ultimate controlling party**

The Assynt Community Association is a company limited by guarantee. The liability of members is limited and is not to exceed £1. The ultimate controlling party is therefore considered to be the board of trustees.