

Charity Registration No. SC038513

Company Registration No. SC327824 (Scotland)

**FORT AUGUSTUS & GLENMORISTON
COMMUNITY COMPANY**

**(A COMPANY LIMITED BY
GUARANTEE)**

**DIRECTORS' REPORT AND
UNAUDITED ACCOUNTS**

FOR THE YEAR ENDED 31 MARCH 2016

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
REFERENCE AND ADMINISTRATIVE INFORMATION**

Directors

David J B Campbell
Kathryn E Sharples
Donald MacDonald
Philip Di-Duca
Linda Whiteside
Christina Mudditt
Reay MacKay
Ramazan Islerdemir
Dr Iain D Farmer

Secretary

MacLeod and MacCallum

Charity number

SC038513

Company number

SC327824

Registered office

28 Queensgate
INVERNESS
IV1 1YN

Independent examiner

Jamie Waugh FCA
Johnston Carmichael LLP
Clava House
Cradlehall Business Park
INVERNESS
IV2 5GH

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
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**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
DIRECTORS' REPORT (CONTINUED)**

FOR THE YEAR ENDED 31 MARCH 2016

The directors present their report and accounts for the year ended 31 March 2016.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective from 1 January 2015).

Structure, governance and management

The company is constituted as a company limited by guarantee and is governed in accordance with its Memorandum and Articles of Association.

The directors who served during the year and in the period to the approval date of the accounts were:

David J B Campbell

Stuart Findlay

Donald MacDonald

(Resigned 24 November 2015)

(Fort Augustus & Glenmoriston Community Council
Representative)

Philip Di-Duca

Linda Whiteside

Christina Mudditt

Fiona MacColl

(Resigned 24 November 2015)

Michael Anderson

(Resigned 25 May 2015)

Duncan S G McIntosh

(Resigned 06 July 2016)

Reay MacKay

Ramazan Islerdemir

Kathryn E Sharples

(Appointed 24 November 2015)

Moira Macdonald

(Appointed 24 November 2015, Resigned 02 July 2016)

Dr Iain D Farmer

(Appointed 24 November 2015)

The company is run by a group of directors and members of the organisation who meet on a regular basis throughout the year.

All directors undertake appropriate charity compliance training and are aware of their obligations and responsibilities in that regard.

Directors are recruited from the membership of the Fort Augustus & Glenmoriston Community Company and occasionally co-opted if there is a vacancy between the AGM.

The directors have assessed the major risks to which the company is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The charitable company is limited by guarantee and therefore no trustee has any beneficial interest in it.

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
DIRECTORS' REPORT (CONTINUED)**

FOR THE YEAR ENDED 31 MARCH 2016

Objectives and activities

The objectives of the charitable company, as set out in its memorandum and articles of association, are as follows:

To promote for the public benefit rural regeneration following the principles of sustainable development. Sustainable development means development which meets the needs of the present without compromising the ability of future generations to meet their own needs. This includes areas of social and economic deprivation within the Community by all or any of the following means:

- (a) the relief of poverty in such ways as may be thought fit;
- (b) the relief of unemployment in such ways as may be thought fit, including assistance to find employment;
- (c) the advancement of education, training or retraining, particularly amongst unemployed people, and providing unemployed people with work experience;
- (d) the creation of training and employment opportunities by the provision of workspace, buildings and/or land for use on favourable terms;
- (e) the provision of housing for those who are in conditions of need and the improvement of housing in the public sector or in charitable ownership provided that such power shall not extend to relieving any local authorities or other bodies of a statutory duty to provide or improve housing;
- (f) the maintenance, improvement or provision of public amenities;
- (g) the preservation of buildings or sites of historic or architectural importance;
- (h) the provision or assistance in the provision of recreational facilities for the public at large and/or those who, by reasons of their youth, age, infirmity or disablement, poverty or social and economic circumstances, have need of such facilities;
- (i) the protection or conservation of the environment;
- (j) the provision of public health facilities and childcare.

The main role of the charity continued to be that of providing grants to organisations and individuals in the local community. We offer grants of up to £10,000 to constituted groups under the six headings of: Education & Lifelong Learning, Health & Wellbeing, Heritage & Culture, Transport, Environment, and Regeneration & Housing. We also give out Educational Bursaries to cover travel costs of young people from the community that are in College or University. Each student can have a maximum of four bursaries in total whilst studying.

The company also runs an apprenticeship scheme in conjunction with two neighbouring trusts to get young people into employment when they decide they do not want to leave the area to go to College or University. We also look after the two communities via a project of Community Caretakers which creates employment both seasonally and full time.

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
DIRECTORS' REPORT (CONTINUED)**

FOR THE YEAR ENDED 31 MARCH 2016

Achievements and performance

it is not always easy to quantify the difference our work makes in the wider community through the process of grant giving, but we are positive that it is having an effect on people's lives especially the Transport, Health & Wellbeing. In this financial year we gave out £17,108 in grants along with a further grant to the village hall of £5,000. This is the first year we have had two grants returned to the charity. The first was a very small grant for netball, but as the club failed to grow they disbanded as they did not have enough players so returned their grant. The second club was the Glengarry shinty club who after more than one year had failed to purchase their new tractor for cutting the grass on the pitch so advised us they would not be requiring the grant as they would not have purchased the tractor by the additional deadline given.

The following groups received grants this year: Parent & Toddlers, Fort Augustus Christmas Party, Glen Moriston Seniors, Fort Augustus Lunch Club and Fort Augustus Seniors. A few community development grants were given during the year for example for the Gala Day and Football. Grants were given to a lower number of individual students this year at around 10 with one grant being given for an individual to purchase equipment.

The Community Caretakers have been very busy over the winter in trying to keep on top of the village and we have now taken responsibility to clear the pavements from snow or ice to help the community in Fort Augustus. We purchased a snow blade for the John Deere and it was used only a few times as we did not have many heavy days of snow, but when used it was good and cleared the pavements easily. We received a grant to employ young Jordan Patience and once this grant finished in December 2015 the board took the decision that it was good to keep this young man on in employment.

The Apprenticeships are doing well and we had seven during this financial year. Three apprenticeships are due to finish subsequent to the financial year end which will create opportunities for new apprenticeships in the coming year. So overall between the Apprentices and the Community Caretakers we have created 10 jobs in the last year.

We are the custodians of the village hall and we support the hall by giving it a grant of £5,000 per annum to clear its deficit. We encourage as many people as possible to use the hall and the community groups continue to use it. Unfortunately the rent we receive from them is not enough to cover the costs, but we would be a poorer community if we did not have the hall so the board will continue to give a grant to cover the deficit for the foreseeable future.

In November 2015, the Board of Directors started to look at the rebuilding of the medical centre. This was as a result of the doctors approaching the company to see if we would be interested in assuming responsibility for the running of the building. Of the existing doctor's one doctor retired two years ago, the other is retiring in June 2016 and the new doctor does not wish to be involved in the upkeep of the building.

The directors believe the return on the funds invested in the medical centre rebuild is higher than it would be if the money was invested in the bank. Committing funds to this rebuild will entitle the charity to receive further grants towards its construction. On completion it is anticipated that the return on the funds invested in the medical centre will be approximately 4%.

Financial review

Total income generated in the current financial year was £225,320, this is down by £1,202 compared to the previous financial period. This is a result of a decrease in investment & hall rental income partially offset by an increase in grant monies received. Total expenditure for the financial period was £164,148 compared to £182,166 in the previous financial period which is a reduction of £18,018 most of which arises from the reduction in grants paid out partially offset by an increase in the amount we have spent on the apprentices.

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
DIRECTORS' REPORT (CONTINUED)**

FOR THE YEAR ENDED 31 MARCH 2016

The company continues to be able to invest for the future and with us going forward to rebuild the medical centre this will use a lot of our free cash which will help us in the future as we will get a better return than from the banks but we will not have the worry of our accounts always being over the financial protection of the banks for the next couple of years.

As an employer in the community our payroll is increasing and in 2017 we will need to enrol for the Government pension scheme which will be fair to our employees but we will need to seek professional help to ensure we give our employees the fairest pension that we can.

It is the policy of the charity that funds should be maintained at a level that will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year. The designated fund relates to money set aside to fund the future rebuild of the medical centre.

Plans for the future

Since the year end it has been agreed at a public meeting regarding the medical centre that the rebuilding will proceed. This will take eighteen months or more and will cost approximately £780k with over £500k being funded by the charity. The SSE regional fund have awarded the company £50k for the build and the Glengarry Trust awarded us £10k with an application being submitted to the Scottish Land Fund for 95% of the land purchase which is £100K. The final funding application will be to the Highland Council Capital fund. Due to the large amount of money the company have committed to this project we are restricting the grant programme we provide for the financial year to 31st March 2017 to £10k for the whole year.

The Board decided, following a community survey, that the community caretakers and the apprentices should be continued as they are well supported by the community. As the community caretakers are progressing a new compound is required and we have been in talks with the Forestry Commission to see if we can lease a piece of land that can be made into a compound and secure storage.

The Board of Directors have now agreed Terms and Conditions with SSE for the Blairaidh wind farm and very shortly we will receive the first of 25 annual payments of £216k.

The community wished the company to look at the Scottish Government Community Right to buy for a piece of land known as the Old Convent Wood which belongs to the Benedictine Congregational Trust. The Company submitted an application to the Scottish Government at the beginning of April 2016 and we have been successful in getting this area of land registered, so if they go to sell it in the future we will get first offer.

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

On behalf of the board of directors



Linda Whiteside

Director

Dated:

30th August 2016

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
INDEPENDENT EXAMINER'S REPORT**

**TO THE DIRECTORS OF FORT AUGUSTUS & GLENMORISTON COMMUNITY
COMPANY**

I report on the accounts of the charity for the year ended 31 March 2016, which are set out on pages 6 to 19.

This report is made to the charity's board of directors, as a body, in accordance with the terms of engagement. My work has been undertaken to enable me to undertake an independent examination of the charity's accounts on behalf of the charity's board of directors and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's board of directors as a body, for my work or for this report.

Respective responsibilities of directors and examiner

The charity's trustees (who are also the directors of the company for the purposes of company law) 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 (as amended). The charity's directors 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 independent examiner's report

My examination is carried out in accordance with Regulation 11 of the 2006 Accounts Regulations. 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 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.

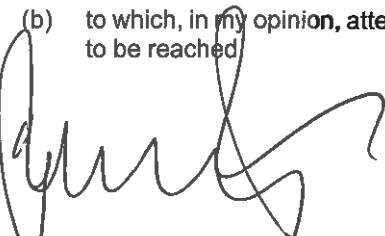
Independent examiner's statement

In the course of my examination, no matter has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations (as amended); and
 - (ii) to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations (as amended);

have not been met: or

- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached



Jamie Waugh FCA
For and on behalf of

Johnston Carmichael LLP
Clava House
Cradlehall Business Park
INVERNESS
IV2 5GH

Dated: 27 September 2016

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT**

FOR THE YEAR ENDED 31 MARCH 2016

	Notes	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2016 £	Total 2015 £
Income from:						
Donations and legacies	2	2,345	-	100	2,445	-
Other trading activities		-	-	-	-	400
Investments	3	-	1,505	-	1,505	6,953
Charitable activities	4	5,746	-	210,522	216,268	213,332
Other income	5	5,102	-	-	5,102	5,837
Total income		13,193	1,505	210,622	225,320	226,522
Expenditure on:						
Charitable activities	6	3,050	-	126,506	129,556	147,473
Other costs		31,994	-	2,598	34,592	34,693
Total expenditure		35,044	-	129,104	164,148	182,166
Net income/(expenditure)		(21,851)	1,505	81,518	61,172	44,356
Transfers between funds		16,720	50,000	(66,720)	-	-
Net movement in funds		(5,131)	51,505	14,798	61,172	44,356
Reconciliation of funds:						
Fund balances at 1 April 2015		5,131	161,880	542,174	709,185	664,829
Fund balances at 31 March 2016		-	213,385	556,972	770,357	709,185

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET**

AS AT 31 MARCH 2016

	Notes	2016		2015	
		£	£	£	£
Fixed assets					
Tangible assets	10		236,934		243,048
Investments	11		101,899		100,975
			<u>338,833</u>		<u>344,023</u>
Current assets					
Debtors	12	74,019		73,729	
Cash at bank and in hand		380,743		305,298	
		<u>454,762</u>		<u>379,027</u>	
Creditors: amounts falling due within one year	13	<u>(23,238)</u>		<u>(13,865)</u>	
Net current assets			<u>431,524</u>		<u>365,162</u>
Total assets less current liabilities			<u>770,357</u>		<u>709,185</u>
Funds of the charity					
Restricted funds	15		556,972		542,174
Unrestricted funds:					
Designated funds	16		213,385		161,880
Other charitable funds					5,131
			<u>770,357</u>		<u>709,185</u>

For the financial year ended 31 March 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

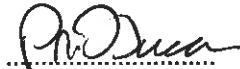
- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET (CONTINUED)**

AS AT 31 MARCH 2016

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

The accounts were approved by the Board on 30th August 2016



Philip Di-Duca
Director

Company Registration No. SC327824

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
CASH FLOW STATEMENT**

FOR THE YEAR ENDED 31 MARCH 2016

	Notes	2016 £	2015 £
Net cash inflow from operating activities	18	75,613	40,394
Cash flow from investing activities			
Interest received capitalised	(924)	(975)	
Payments to acquire fixed assets	(749)	(1,846)	
Interest received	1,505	6,953	
Receipts from sales of investments	-	30,000	
Net cash (outflow)/inflow from investing activities		<u>(168)</u>	<u>34,132</u>
Net increase in cash and cash equivalents		<u>75,445</u>	<u>74,526</u>
Cash and cash equivalents at 1 April 2015		<u>305,298</u>	<u>230,772</u>
Cash and cash equivalents at 31 March 2016		<u>380,743</u>	<u>305,298</u>

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)**

FOR THE YEAR ENDED 31 MARCH 2016

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective from 1 January 2015) (Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The charity has adopted SORP (FRS 102) in the current year and there have been no transitional adjustments to the reported financial position.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The charity constitutes a public benefit entity as defined by FRS 102.

The directors consider that there are no material uncertainties about the charity's ability to continue as a going concern.

The accounts have been prepared under the historical cost convention, modified to include the investments at market value.

The charity has availed itself of section 396 of Companies Act 2006, as permitted in paragraph 4(1) of Schedule 1 of Statutory Instrument 2008 No.409, and adapted the Companies Act formats to reflect the special nature of the charities activities.

1.2 Income

All incoming resources, including revenue and capital grants receivable, are recognised in the Statement of Financial Activities when there is evidence of entitlement, receipt is probable and the amount can be measured reliably.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

Income from investments is included in the year in which it is receivable.

1.3 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category and include irrecoverable VAT. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Charitable activities are incurred in direct pursuance of the charity's principal objectives and include running costs that assist in the work of the charity but do not directly represent charitable activities. Governance costs, which form part of expenditure on charitable activities, are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Heritable property	2% straight line
Fixtures, fittings & equipment	10% straight line

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)**

FOR THE YEAR ENDED 31 MARCH 2016

1 Accounting policies (continued)

1.5 Financial Instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.6 Investments

Fixed asset investments are stated at market value at the balance sheet date and the gain or loss is taken to the Statement of Financial Activities.

1.7 Fund accounting

Unrestricted funds are funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise funds which have been set aside by the directors for particular purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

1.8 Cash and cash equivalents

Cash at bank and in hand includes cash and short-term liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)**

FOR THE YEAR ENDED 31 MARCH 2016

1.9 Critical accounting estimates and judgements

In the application of the company's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

2 Income from donations and legacies

	Unrestricted funds £	Restricted funds £	Total 2016 £	Total 2015 £
Donations and gifts	<u>2,345</u>	<u>100</u>	<u>2,445</u>	<u>—</u>

3 Income from investments

	2016 £	2015 £
Interest receivable	<u>1,505</u>	<u>6,953</u>

Interest receivable from investments was deemed designated income in both financial periods (see note 16) and totalled £1,505 (2015 - £6,953).

4 Income from charitable activities

	Unrestricted funds £	Restricted funds £	Total 2016 £	Total 2015 £
Funding received	5,000	209,872	214,872	212,976
Other income	746	650	1,396	356
	<u>5,746</u>	<u>210,522</u>	<u>216,268</u>	<u>213,332</u>

The income from charitable activities was £216,268 of which £5,746 (2015 - £356) was unrestricted and £210,522 (2015 - £212,976) was restricted.

Included within restricted funding received is funding from Millennium Wind Farm Energy Ltd £73,924 (2015 - £72,795), SSE Glendoe Community Benefit Fund £69,264 (2015 - £73,494), Apprenticeships Scheme £43,625 (2015 - £43,625), Community Challenge service level agreement £19,315 (2015 - £18,582), Community Challenge - Skills Development Scotland £nil (2015 - £213), Community Challenge - refund training costs £nil (2015 - £388) and Community Jobs Scotland £3,744 (2015 - £3,879).

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)**

FOR THE YEAR ENDED 31 MARCH 2016

5 Other income

	2016 £	2015 £
Rental income	<u>5,102</u>	<u>5,837</u>

Income from the rental of the Village Hall is classified as unrestricted income in both financial periods and totalled £5,102 (2015 - £5,837).

6 Total expenditure

	Staff costs £	Depreciation £	Other costs £	Total 2016 £	Total 2015 £
Charitable activities					
<u>Charitable activities</u>					
Activities undertaken directly	33,583	6,863	86,060	126,506	144,473
Governance costs	-	-	3,050	3,050	3,000
<u>Other costs</u>					
Activities undertaken directly	-	-	34,592	34,592	34,693
	<u>33,583</u>	<u>6,863</u>	<u>123,702</u>	<u>164,148</u>	<u>182,166</u>

Expenditure on charitable activities was £164,148 (2015 - £182,166) of which £35,044 (2015 - £27,475) was unrestricted and £129,104 (2015 - £154,691) was restricted.

Activities undertaken directly:

Grants payable £17,108 (2015 - £68,373)
 Apprenticeship scheme £54,148 (2015 - £22,843)
 Direct costs £7,688 (2015 - £5,781)
 Wages and salaries £33,583 (2015 - £37,990)
 Plant and vehicle costs £7,177 (2015 - £2,128)
 Insurance £1,582 (2015 - £1,653)
 Light and heat £2,333 (2015 - £2,365)
 Premises expenses and repairs £2,177 (2015 - £2,969)
 Office expenses £1,515 (2015 - £1,335)
 Cleaning £1,886 (2015 - £2,120)
 Administration costs £10,883 (2015 - £9,123)
 Professional fees £10,474 (2015 - £11,378)
 Depreciation £6,863 (2015 - £6,845)

Governance costs comprise of the independent examination fee of £3,050 (2015 - £3,000).

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)**

FOR THE YEAR ENDED 31 MARCH 2016

7 Directors and key management personnel

None of the directors and key management personnel (or any persons connected with them) received any remuneration from the company during the year. Two trustees were reimbursed for expenses in the prior year totalling £433.

8 Employees

Number of employees

The average monthly number of employees during the year was:

	2016	2015
	Number	Number
Project specific	<u>3</u>	<u>3</u>
Employment costs	2016	2015
	£	£
Wages and salaries	33,583	37,990
Social security costs	<u>-</u>	<u>263</u>
	<u>33,583</u>	<u>38,253</u>

There were no employees whose annual remuneration was £60,000 or more.

9 Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly there is no taxation charge in these accounts.

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)**

FOR THE YEAR ENDED 31 MARCH 2016

10 Tangible fixed assets

	Heritable Property	Fixtures, fittings & equipment	Total
	£	£	£
Cost			
At 1 April 2015	242,044	15,895	257,939
Additions	-	749	749
At 31 March 2016	242,044	16,644	258,688
Depreciation			
At 1 April 2015	11,576	3,315	14,891
Charge for the year	5,255	1,608	6,863
At 31 March 2016	16,831	4,923	21,754
Net book value			
At 31 March 2016	225,213	11,721	236,934
At 31 March 2015	230,468	12,580	243,048

11 Fixed asset investments

	£
Market value at 1 April 2015	100,975
Interest capitalisation	924
Market value at 31 March 2016	101,899
Historical cost:	
At 31 March 2016	100,000
At 31 March 2015	100,000

The above investments relate to £51,899 invested with Shawbrook, and £50,000 with Clydesdale Bank.

FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

12	Debtors	2016	2015
		£	£
	Trade debtors	1,087	861
	Other debtors	<u>72,932</u>	<u>72,868</u>
		<u>74,019</u>	<u>73,729</u>
13	Creditors: amounts falling due within one year	2016	2015
		£	£
	Trade creditors	907	7,574
	Taxes and social security costs	249	459
	Other creditors	13,700	-
	Accruals	<u>8,382</u>	<u>5,832</u>
		<u>23,238</u>	<u>13,865</u>
14	Financial Instruments	2016	2015
		£	£
	Carrying amount of financial assets		
	Debt instruments measured at amortised cost	<u>554,423</u>	<u>477,820</u>
	Carrying amount of financial liabilities		
	Measured at amortised cost	<u>23,238</u>	<u>13,865</u>

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)**

FOR THE YEAR ENDED 31 MARCH 2016

15 Restricted funds

The income funds of the charity include restricted funds comprising the following balances of donations and grants held on trust for specific purposes:

	Movement in funds				
	Balance at 1 April 2015	Incoming resources	Resources expended	Transfers	Balance at 31 March 2016
	£	£	£	£	£
Millennium Wind Energy Limited	175,689	73,924	(7,969)	(64,580)	177,064
SSE Glendoe Community Benefit Fund	162,645	69,264	(8,802)	(63,024)	160,083
Village Hall Fund	160,335	-	(7,490)	-	152,845
Heritage Fund	2,325	-	-	-	2,325
Apprenticeships Scheme	39,370	43,625	(54,648)	34,887	63,234
Land Project	1,810	-	(389)	-	1,421
Community Caretaker	-	23,809	(49,806)	25,997	-
	<u>542,174</u>	<u>210,622</u>	<u>(129,104)</u>	<u>(66,720)</u>	<u>556,972</u>

The Millennium Wind Energy and SSE Glendoe Community Benefit funds are for the benefit of the Fort Augustus and Glenmoriston communities.

The Village Hall Fund relates to the building of the extension at the village hall.

The Heritage Fund relates to funds donated by the Fort Augustus Heritage Group to be used for heritage projects.

The Apprenticeships Scheme is where the directors have agreed to fund apprenticeships up to the value of £25,000 each apprenticeship for the foreseeable future.

The land project relates to the old convent wood & land which the directors pursued under the Scottish Governments Community Right to Buy. The land has now been registered and for the future the owners cannot sell it without offering it to the community first. The second piece of land that is included in this fund will be the Kilchuimen Medical Centre that the Board have undertaken to rebuild and gain funding for the rebuild. In the coming year all funds will relate to the medical centre as all funds currently for the old convent wood & land have been spent pursuing the Community Right to Buy.

The directors have agreed to fund the community caretaker scheme up to £35,000 per annum to better enhance the area which will increase tourism and bring benefits to encourage families to settle in the area. Most importantly it will make the villages more enjoyable to live in. This will continue until 2017 when it will be reviewed with Highland Council.

The transfers from the Millennium Wind Energy fund relate to the following: £17,970 to fund the Apprenticeships project, £12,999 to fund the Community Caretaker Project, £25,000 transferred to designated funds to fund the future costs of rebuilding the medical centre and £8,611 transferred to unrestricted funds as a contribution towards the running costs of the charity.

The transfers from the SSE Glendoe Community Benefit fund relate to the following: £16,917 to fund the Apprenticeships project, £12,998 to fund the Community Caretaker Project, £25,000 transferred to designated funds to fund the future costs of rebuilding the medical centre and £8,109 transferred to unrestricted funds as a contribution towards the running costs of the charity.

FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2016

16 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of other funds by the trustees for specific purposes:

	Balance at 1 April 2015 £	Movement in funds		Balance at 31 March 2016 £
		Incoming resources £	Resources expended £	
Community Legacy Fund	161,880	1,505	50,000	213,385
	<u>161,880</u>	<u>1,505</u>	<u>50,000</u>	<u>213,385</u>

The Trustees have designated funds from the Millennium Wind Energy and SSE Glendoe Community Benefit restricted funds on the basis that all restrictions have been and will continue to be adhered to. This fund is to provide a long term benefit to the community after the 25 years arrangement has expired.

17 Analysis of net assets between funds

	Unrestricted funds £	Designated funds £	Restricted funds £	Total £
Fund balances at 31 March 2016 are represented by:				
Tangible fixed assets	-	-	236,934	236,934
Investments	-	101,899	-	101,899
Current assets	-	111,486	343,276	454,762
Creditors: amounts falling due within one year	-	-	(23,238)	(23,238)
	<u>-</u>	<u>213,385</u>	<u>556,972</u>	<u>770,357</u>

18 Cash generated from operations

	2016 £	2015 £
Net income for year	61,172	44,356
Depreciation of tangible fixed assets	6,863	6,845
Interest received	(1,505)	(6,953)
Increase in debtors	(290)	(13,739)
Increase in creditors	9,373	9,885
	<u>75,613</u>	<u>40,394</u>

19 Control

The charity is controlled by its trustees.

**FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)**

FOR THE YEAR ENDED 31 MARCH 2016

20 Related Party Transactions

During the year the charity provided funding of £10,832 to The West End Garage, a partnership in which the trustee Donald MacDonald is a partner. This funding was to support the costs of an apprentice. The charity also provided funding of £5,602 to sole trader Lorn Mackay who is the brother of trustee Reay Mackay to support the costs of an apprentice.

The process to determine who the charity provides funding for apprenticeships to is carried out by the Apprenticeship Panel. This independent panel is comprised of 3 trustees from each of the following organisations: Fort Augustus and Glenmoriston Community Company, The Glengarry Trust and Stratherick and Foyers Community Trust. Neither Donald Macdonald or Reay Mackay are members of The Apprenticeship Panel.

Fort Augustus & Glenmoriston Community Company

Management Information

For The Year Ended 31 March 2016

(The following page is for the use of management only)

FORT AUGUSTUS & GLENMORISTON COMMUNITY COMPANY

DETAILED INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2016

	2016				2015
	Restricted	Unrestricted	Designated	Total	£
Income					
Grants received	-	-	-	-	601
Falck and SSE	186,813	5,000	-	191,813	189,914
Subscriptions	-	10	-	10	11
Investment Income	-	-	1,505	1,505	6,953
Rental income	-	5,102	-	5,102	5,837
Community Challenge SLA	19,315	-	-	19,315	18,582
Grants - Community Jobs Scotland	3,744	-	-	3,744	3,879
Recharge Costs	650	-	-	650	-
Fundraising	-	-	-	-	400
Donations received	100	2,345	-	2,445	-
Other income	-	736	-	736	345
	210,622	13,193	1,505	225,320	226,522
Expenditure					
Grants Payable	17,108	-	-	17,108	68,373
Direct costs	7,627	61	-	7,688	5,781
Payroll	33,583	-	-	33,583	37,990
ER NI	-	-	-	-	263
Plant & Vehicle Costs	7,177	-	-	7,177	2,128
Donations	-	100	-	100	250
Insurance	1,582	-	-	1,582	1,653
Rent	-	327	-	327	122
Water rates	-	457	-	457	458
Apprenticeship scheme	54,148	-	-	54,148	22,843
Light & heat	-	2,333	-	2,333	2,365
Premises expenses & repairs	-	2,177	-	2,177	2,969
Cleaning	-	1,886	-	1,886	2,120
Office expenses	348	1,167	-	1,515	1,335
Telephone and internet	-	1,447	-	1,447	941
Travel	-	550	-	550	260
Sundry expenses	-	491	-	491	871
Training	-	-	-	-	685
Independent examiner fees	-	3,050	-	3,050	3,000
Trustees insurance	-	247	-	247	358
Meeting costs	42	20	-	62	-
Admin costs	-	10,883	-	10,883	9,123
Bad debt write off	-	-	-	-	55
Professional fees	626	9,848	-	10,474	11,378
Depreciation	6,863	-	-	6,863	6,845
	129,104	35,044	-	164,148	182,166
Net surplus/(deficit) before transfers	81,518	(21,851)	1,505	61,172	44,356
Transfers	(66,720)	16,720	50,000	-	-
Net movement in funds	14,798	(5,131)	51,505	61,172	44,356