

Charity number SC038513
Company Number SC327824

Fort Augustus & Glenmoriston Community Company
(A company limited by guarantee)

Directors' Report and Financial Statements

For the year ended 31st March 2012

**Fort Augustus & Glenmoriston Community Company
(A company limited by guarantee)**

Legal and administrative information

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

Charity number SC038513
Company Number SC327824

Registered Office

28 Queensgate
Inverness
IV1 1YN

Directors

David J B Campbell
Christine Donnelly
Alan Draper
Stuart Findlay
Donald MacDonald
Marjory C Macdonald
Frances Mary Mansell
Adam Philip
William Skeoch
Linda Whiteside

Secretary

MacLeod & MacCullum

Independent examiner

David Govan, Voluntary Action Lochaber

Fort Augustus & Glenmoriston Community Company
(A company limited by guarantee)

Report of the Directors
For the year ended 31st March 2012

Structure, governance and management

The directors who served during the year were:

David J B Campbell (Appointed 18th January 2012)
Cameron G D Donnelly (Resigned 12th January 2012)
Christine Donnelly (Appointed 18th January 2012)
Alan Draper
Stuart Findlay
Donald MacDonald
Marjory C Macdonald
Frances Mary Mansell
Adam Philip
William Skeoch
Vivien F Taylor (Resigned 12th January 2012)
Linda Whiteside

None of the directors has any beneficial interest in the company.

Fort Augustus & Glenmoriston Community Company is a charitable, non profit making community business. 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.

Objectives and activities

The main activity of the company is to award grants to the Fort Augustus & Glenmoriston community, either to organisations or individuals in the furtherance of company objectives.

Achievements and performance

The Directors have been busy assessing forty five grants this year including thirty two individual bursary awards for our young people attending college, university or in an apprenticeship; one person for employment training and two people for educational assistance (this amounted to £7,870 in total). We have assisted twelve group applications ranging from £600 to £10,000 and one grant was a legacy left for the Save the Scot II from the estate of Mrs Betty Stevenson (for £20,000) and this has been distributed to the Save the Scot II Fund. So the community money has again been put to good use and we have helped our senior citizens by supporting the shopping bus, the Senior Citizens Associations in both communities, the lunch club in Fort Augustus (with Glenmoriston starting their own lunch club which has been a great success) and the WRI. We have also assisted our youth by supporting the Scouts for group activities, the Kilchuimen Primary School Council for the pantomime to which the children requested to go, Kilchuimen Academy £6,600 for the provision of a new 3D printer for the technical department and monies for the Duke of Edinburgh Award scheme. The Mothers and Toddlers received £3,500 for new equipment, running costs and away days. The Golf Club received help to renew the toilets and the kitchen in the club house, with a further piece of work being carried out later for keeping machinery secure and dry, and FAGGBI received money to help create a new interactive website for tourism for the area (this work was also partly funded from LEADER).

The village hall extension was still being progressed at the end of the financial year and, as we are all aware when working with builders and local authorities, it can take longer for outcomes to come to fruition than originally expected. The Company was successful in securing a contract with RE Campbell for £134,489 plus VAT which unfortunately was over the original estimate of £90,000 but we have managed to secure £30,000 from the army cadets and we have opted to register the building for VAT to allow us to reclaim VAT on the extension build. This, however, means that we have had to increase the community company's contribution by £40,000. We have been successful in receiving a grant from Awards for All from the Big Lottery to furnish the hall and provide the new facilities with the equipment it requires.

Financial review

Over the year we awarded a total of £71,675 in grants for the community which was a significant increase compared to the previous year. The company is now Value Added Tax registered from April 2012 as it was one of the ways we could make the extension of the hall come in nearer to the original cost as there had been such a significant rise in the costings.

Fort Augustus & Glenmoriston Community Company
(A company limited by guarantee)

Report of the Directors
For the year ended 31st March 2012

The Members agreed to put away a reserve for the future and we have started this by investing in the new Beinneun Wind Farm to the value of £13,300 and we have also placed £50,000 on deposit. We require to place a further investment of £30,000 away this year to keep us on track for investing 20% of our income (as we have received £467,880 in the last four years). This will take our investment up to £93,300 for the future.

The future

We have completed the consultation with the community and provided every home with a copy of the booklet to show everyone where peoples' priorities lay and, once the Village Hall is open for business and the Hall Committee is doing its day to day running, the Directors will have time to work through the needs highlighted in the consultation. The main themes include Community Transport and enhancing the car scheme, on which we have already started trying to do work to improve and get running properly. The next large project is to look at services and employment for youth and the elderly. People are also concerned that we need to enhance the look of the villages (although we need to be careful that we do not do work that is statutory to the council).

Glendoe starts operating later in the year and we will not see the benefit in the next financial year but we will in 2014 as it is paid a year in arrears. This will increase the income significantly but we will not recover the three years lost when the dam was not operational.

Statement of directors' responsibilities

The directors are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company and charity law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that year. In preparing these financial statements, the directors are required to:-

Select suitable accounting policies and then apply them consistently,

Make judgements and estimates that are reasonable and prudent, and

Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and trustee Investment (Scotland) Act 2005, and the Charities Accounts (Scotland) Regulations 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Board on 25th September 2012 and signed on its behalf by:-

Linda Whiteside

Independent examiner's report to the directors on the unaudited financial statements of Fort Augustus & Glenmoriston Community Company

I report on the financial statements of Fort Augustus & Glenmoriston Community Company for the period ended 31st March 2012 which comprise the statement of financial activities, the balance sheet and the related notes. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and independent examiner

The charity's directors 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 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 statement

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 directors 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

(i) 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, 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

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

David Govan

Date: - 25th September 2012

Chartered Accountant
Voluntary Action Lochaber
An Drochaid
Fort William
PH33 6PH

Fort Augustus & Glenmoriston Community Company
(A company limited by guarantee)

Statement of financial activities (incorporating the income and expenditure account)
For the year to 31st March 2012

	Note	Unrestricted Funds £	Restricted funds £	Designated funds £	Total funds £	2011 £
Incoming resources						
Incoming Resources from generated funds						
Voluntary Income	2	13	62,130	-	62,143	11
Investment Income	3	-	-	124	124	-
Incoming resources from charitable activities	4	-	<u>118,791</u>	-	<u>118,791</u>	<u>124,526</u>
Total Incoming Resources		<u>13</u>	<u>180,921</u>	<u>124</u>	<u>181,058</u>	<u>124,537</u>
Resources expended						
Charitable activities	5	9,977	71,675	-	81,652	26,994
Governance costs	6	<u>6,928</u>	-	-	<u>6,928</u>	<u>5,077</u>
Total resources expended		<u>16,905</u>	<u>71,675</u>	-	<u>88,580</u>	<u>32,071</u>
Net incoming/outgoing resources before transfers		(16,892)	109,246	124	92,478	92,466
Transfers		<u>16,905</u>	<u>(80,205)</u>	<u>63,300</u>	-	-
Net incoming/outgoing resources for the year		13	29,041	63,424	92,478	92,466
Total funds brought forward		<u>1,891</u>	<u>219,303</u>	-	<u>221,194</u>	<u>128,728</u>
TOTAL FUNDS CARRIED FORWARD		<u>1,904</u>	<u>248,344</u>	<u>63,424</u>	<u>313,672</u>	<u>221,194</u>

The notes on pages 7 to 11 form part of these financial statements

Balance sheet as at 31st March 2012

	Note	2012 £	2011 £
FIXED ASSETS			
Tangible assets	10	14,491	-
Investments	11	<u>13,300</u>	<u>-</u>
		27,791	-
CURRENT ASSETS			
Debtors	12	96,251	40,274
Cash in bank and in hand		<u>190,730</u>	<u>182,410</u>
		286,981	222,684
CREDITORS			
Amounts falling due within one year	13	<u>1,100</u>	<u>1,490</u>
NET CURRENT ASSETS		<u>285,881</u>	<u>221,194</u>
NET ASSETS		<u>313,672</u>	<u>221,194</u>
Funds			
Restricted funds	14	248,344	219,303
Designated funds	15	63,424	-
Unrestricted funds	16	<u>1,904</u>	<u>1,891</u>
TOTAL FUNDS		<u>313,672</u>	<u>221,194</u>

Directors' statements required by Section 477 of the Companies Act 2006 for the year ended 31st March 2012

In approving these financial statements as directors of the company we hereby confirm:

- a) that for the year ending 31st March 2012 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 :
- b) that no notice has been deposited at the registered office of the company pursuant to section 476 of the Companies Act 2006 requesting that an audit be conducted for the year ended 31st March 2012.
- c) that we acknowledge our responsibilities for:
 - 1) ensuring that the company keeps proper accounting records which comply with section 386 of the Companies Act
 - 2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its surplus or deficit for the year then ended in accordance with the requirements of sections 394 and 395, and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company and in which the methods and principles in the Charities SORP and all applicable UK accounting standards have been followed

These financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Donald MacDonald
Director

Date 25th September 2012

The notes on pages 7 to 11 form part of these financial statements

Notes to financial statements
For the year ended 31st March 2012

1. Accounting policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year.

1.1 Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in March 2005 (SORP 2005) and the Companies Act 2006.

1.2 Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:-

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

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 Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

1.4 Fund Accounting

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

1.5 Fixed Assets

Fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less the residual value of each asset over its expected useful life as follows:

Property	2% Straight line
----------	------------------

Fort Augustus & Glenmoriston Community Company
(A company limited by guarantee)

Notes to financial statements
For the year ended 31st March 2012

2 Voluntary income

	Unrestricted Funds £	Restricted Funds £	2012 Total Funds £	2011 Total Funds £
Grants and donations receivable:				
Highland Council discretionary grant	-	2,500	2,500	-
The Campus Development Fund	-	4,732	4,732	-
Fort Augustus Preservation Trust	-	4,898	4,898	-
Estate of Mrs Betty Stevenson	-	20,000	20,000	-
The Highland Cadets' Association	-	<u>30,000</u>	<u>30,000</u>	-
Subscriptions	<u>13</u>	<u>62,130</u>	<u>62,130</u>	<u>11</u>
	<u>13</u>	<u>62,130</u>	<u>62,143</u>	<u>11</u>

3 Investment Income

	2012 £	2011 £
Interest receivable	<u>124</u>	-

4 Incoming resources from charitable activities

	Unrestricted Funds £	Restricted Funds £	2012 Total Funds £	2011 Total Funds £
Millennium Wind Energy Limited	-	70,890	70,890	87,436
SSE Glendoe Community Benefit Fund	-	<u>47,901</u>	<u>47,901</u>	<u>37,090</u>
	-	<u>118,791</u>	<u>118,791</u>	<u>124,526</u>

5 Resources expended – charitable activities

	Unrestricted Funds £	Restricted Funds £	2012 Total Funds £	2011 Total Funds £
Grants payable	-	71,675	71,675	26,196
Postage, stationery and computer costs	2,156	-	2,156	372
Website	390	-	390	-
Travel	244	-	244	175
Insurance	745	-	745	-
Consultants	5,400	-	5,400	-
Training	-	-	-	120
Other	<u>1,042</u>	-	<u>1,042</u>	<u>131</u>
	<u>9,977</u>	<u>71,675</u>	<u>81,652</u>	<u>26,994</u>

Fort Augustus & Glenmoriston Community Company
(A company limited by guarantee)

Notes to financial statements
For the year ended 31st March 2012

6 Resources expended -- governance costs

	Unrestricted Funds £	Restricted Funds £	2012 Total Funds £	2011 Total Funds £
Independent examination fee	600	-	600	550
Administration costs	6,039	-	6,039	4,272
Legal fees	<u>289</u>	<u>-</u>	<u>289</u>	<u>255</u>
	<u>6,928</u>	<u>-</u>	<u>6,928</u>	<u>5,077</u>

7 Directors

During the year 1 director was reimbursed expenses totalling £11 (2011 - £91).

8 Employees

There were no employees during the year.

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.

10 Tangible fixed assets

	Heritable Property £
Cost	
At 31 st March 2011	-
Additions in year	<u>14,491</u>
At 31 st March 2012	<u>14,491</u>
Depreciation	
At 31 st March 2011	-
Charge for the year	<u>-</u>
At 31 st March 2012	<u>-</u>
Net book value at 31 st March 2011	<u>-</u>
Net book value at 31 st March 2012	<u>14,491</u>

11 Investments

	2012 £	2011 £
Beinneun Wind Farm Co-operative Ltd - 13,300 £1 ordinary shares	<u>13,300</u>	<u>-</u>

Fort Augustus & Glenmoriston Community Company
(A company limited by guarantee)

Notes to financial statements
For the year ended 31st March 2012

12 Debtors

	2012 £	2011 £
Prepayments	356	-
Value Added Tax	1,144	-
Grants receivable	<u>94,751</u>	<u>40,274</u>
	<u>96,251</u>	<u>40,274</u>

13 Creditors

	2012 £	2011 £
Trade creditors	350	-
Accruals	<u>750</u>	<u>1,490</u>
	<u>1,100</u>	<u>1,490</u>

14 Restricted funds

	At 1 st April 2011 £	Incoming £	Outgoing £	Transfers £	At 31 st March 2012 £
Millennium Wind Energy Limited	115,751	70,890	(14,240)	(47,658)	124,743
SSE Glendoe Community Benefit Fund	103,552	47,901	(37,435)	(32,547)	81,471
Village Hall Fund	-	37,232	-	-	37,232
Estate of Mrs Betty Stevenson	-	20,000	(20,000)	-	-
Heritage Fund	-	<u>4,898</u>	-	-	<u>4,898</u>
	<u>219,303</u>	<u>180,921</u>	<u>(71,675)</u>	<u>(80,205)</u>	<u>248,344</u>

Transfers from the Millennium Wind Energy Limited Fund and SSE Glendoe Community Benefit Fund represent £25,000 from each to go to the Designated Fund for the Community Legacy of Company together with a transfer of £13,300 from the Millennium Wind Energy Fund also to the Community Legacy Fund, and also apportioned funding of overhead costs transferred to unrestricted funds.

15 Designated funds

	At 1 st April 2011 £	Incoming £	Outgoing £	Transfers £	At 31 st March 2012 £
Community Legacy Fund	-	<u>124</u>	-	<u>63,300</u>	<u>63,424</u>
	-	<u>124</u>	-	<u>63,300</u>	<u>63,424</u>

16 Unrestricted funds

	At 1 st April 2011 £	Incoming £	Outgoing £	Transfers £	At 31 st March 2012 £
Unrestricted	<u>1,891</u>	<u>13</u>	<u>(16,905)</u>	<u>16,905</u>	<u>1,904</u>
	<u>1,891</u>	<u>13</u>	<u>(16,905)</u>	<u>16,905</u>	<u>1,904</u>

Fort Augustus & Glenmoriston Community Company
(A company limited by guarantee)

Notes to financial statements
For the year ended 31st March 2012

17 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Designated Funds £	Total Funds £
Fund balances at 31 st March 2012 as represented by:				
Fixed Assets	-	14,491	-	14,491
Investments	-	-	13,300	13,300
Currents assets	3,004	233,853	50,124	286,981
Current liabilities	<u>(1,100)</u>	<u>-</u>	<u>-</u>	<u>(1,100)</u>
	<u>1,904</u>	<u>248,344</u>	<u>63,424</u>	<u>313,672</u>

18 Transactions with Directors

The Director Linda Whiteside is also a Director of Voluntary Action Lochaber. Transactions to the value of £1,047 (2010 - £1,643) were provided by Voluntary Action Lochaber. At the year end there was a balance of £750 (2011 – £550) due to VAL.

Mr Adam Phillip is a Director of Beinneun Wind Farm Co-operative Limited in which the company has the holding described in Note 11.

19 Control of the Company

The company is controlled by the Directors.