

The Scottish Rights of Way and Access Society
(A company limited by guarantee)

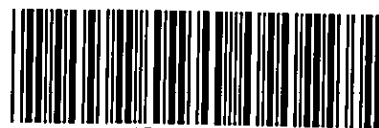
Registered Company Number SC024243

Registered Charity Number SC015460

Report and unaudited financial statements
for the year ended 30 June 2012

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Edinburgh
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WEDNESDAY



SCT 31/10/2012 #17
COMPANIES HOUSE

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Company information

Honorary President

Vacant

Directors

R Aitken (Honorary Vice President)

JP Lawson (Honorary Vice President)

GM Menzies (Chairman)

H Anderson

RS Barron (re-appointed 19 November 2011)

J Duberley

E Gotts

KM Griffiths (retired 19 November 2011)

C Hobster (re-appointed 19 November 2011, resigned 30 June 2012)

PS Somerville

JD Pope

KJ Ritchie

D Wright (appointed 19 November 2011)

DP Dixon (appointed 19 November 2011)

Company Secretary

G MacQuarrie

Treasurer

UM Ryalls (resigned 18 April 2012)

Registered Office

24 Annandale Street

Edinburgh

EH7 4AN

Bankers

Clydesdale Bank plc

29-30 Nicolson Square

Edinburgh

EH8 9BX

Registered Company Number

SC024243

Independent examiner

Janet M Stevenson FCA

34 Melville Street

Edinburgh

EH3 7HA

Registered Charity Number

SC015460

Directors' report

The Directors present their report and financial statements for the year ended 30 June 2012.

Preparation of financial statements

The financial statements have been prepared in accordance with the Society's governing document, current statutory requirements and the Statement of Recommended Practice: Accounting and Reporting by Charities issued in January 2005.

External examination of the financial statements

The financial statements are subject to an independent examination as required by Charity legislation in Scotland. Due to the small size of the charitable company, the financial statements are not required to be audited under either Company law or Charity law.

Structure, governance and management

Governing document

The Society is a company limited by guarantee and is governed by its Memorandum and Articles of Association. It is a Scottish Charity. Each member of the company has undertaken to contribute an amount not exceeding £1 towards any deficit arising in the event of the Society being wound up.

Board of Directors

Directors of the Society are also charity trustees for the purposes of charity law and are listed on page 1. The Memorandum and Articles of Association provide that Board members are appointed for a period of three years after which they may be re-appointed at the next AGM. At the AGM in November 2011, Keith Griffiths stepped down and thanks have been expressed to him for his work for the Society. One of his skills is in finance and Keith has remained on the Finance Committee. Richard Barron and Chris Hobster retired by rotation but were duly re-appointed. Chris had indicated that her continued role as a Director would be time-limited and she resigned in June 2012. Douglas Wright and David Dixon had been co-opted to the Board and their appointments were confirmed at the 2011 AGM.

Board members have an interest in the outdoors, bring certain skills and qualities helpful to the organisation, and are representative and knowledgeable of user groups, such as walkers, cyclists, equestrians and disabled people. The Board meets at least quarterly and is responsible for overall policy and strategy, assisted by Committees such as the Executive and Finance Committees. The National Secretary is responsible for the day-to-day running of the Society, supported by other staff and volunteers, and acts as Company Secretary.

Objects, activities and achievements

The principal objects of the Society, as set out in the Memorandum of Association, are: preservation, defence, restoration and acquisition, for the public benefit, of public rights of access over land in Scotland, including public rights of way and their amenity.

The Society's principal activities in pursuit of these objects during the year were:

- the giving of advice about rights of access and rights of way to the public, local councils and other interested parties, with the objective of defending these rights, and dealing directly with problems that emerge;
- the researching, recording and promoting of heritage paths throughout Scotland;
- the recording of rights of way and paths and making this available to interested parties;
- the signposting of paths and the giving of financial support to path improvement; and
- promoting better understanding of rights of access, rights of way and heritage paths by the production of written material, and by lectures and seminars.

Directors' report *(continued)*

Objects, activities and achievements *(continued)*

The provision of advice and support about rights of access and of way continues to be the largest area of the Society's work. In the past year it once again received over 1,000 enquiries, mainly from members of the public, but also from local authority access officers, other access professionals, and from the press. Some of these only require a short response but others can require long-running case files. Advice is given where rights of way or access are potentially blocked by planning applications, and objections were lodged against several proposals for wind farms, including those at Druim Ba (Easter Ross), Harburnhead and Fauch Hill (both Pentlands). Long-running cases also continue to be fought, for example, a planning application for a fence next to Bloomfield, which would have impinged on a historic and attractive right of way, was objected to. Melville Gate (Midlothian) remains unresolved despite two meetings in 2011 between the landowner and our Director, John Pope.

The original Heritage Paths Project was completed on 30th September 2010. This was a national project and achieved considerable success. The follow-on project assessed a specific area to identify the potential benefits of a more local approach. This would improve the path network in a little-known area and increase involvement with local communities. The selected area was the Campsie Fells including the Fintry, Kilsyth and Gargunnock Hills and, following the assessment period of six months, a two year project was agreed with funding support from Scottish Natural Heritage. The project started on 1st April 2011 and will run to 31st March 2013. Neil Ramsay has been the Project Officer throughout.

Several routes have been identified that have been little used recently but which have rich cultural associations. Part of the work to develop these routes is to make links in order to create longer-distance paths. This has involved installing bridges and a highlight has been confirmation of funding in excess of £20,000 by the Brown Forbes Memorial Fund towards this work. The lead funders are Scottish Natural Heritage and there has also been a welcome donation from the Hugh Fraser Foundation. The Heritage Paths project has a dedicated website - www.heritagepaths.co.uk.

The work of the Society in maintaining CROW as a record of rights of way and other paths has continued enabling it to provide information to the public and to respond to over 600 requests from solicitors involved in property transactions. It is also the basis of comments made to potential wind farm developers advising of the need to protect rights of way, particularly equestrian routes, from too closely sited turbines.

Signposting has, and will continue to be, an important part of the Heritage Paths Project as indicated above, but installing and repairing other signs is also carried out. The George Cheyne Memorial Fund was a bequest to the Society to further practical projects, and during the year this financial support was exhausted. The Society used this Fund sparingly and was thereby able to make the Fund contribute to projects over a great many years.

Scottish Hill Tracks was published early in 2012 thanks to a prodigious effort from our volunteers and sales have done well. The Society contributes to policy formulation at the National Access Forum, and the SNH/NGO Liaison Group. It recently participated in useful talks with the Scottish Law Commission on its report to Scottish Ministers on changes to level-crossing law and the inter-action with rights of way and access. It continues to be represented on most Local Access Forums and participates in the annual workshop organised by recreational bodies. The Society has been present at the Dundee Mountain Film Festival, a regular event, and provided speakers for talks to a range of local groups.

The Society encourages membership by organising walks and other activities for members, distributing the Annual Report and Newsletters, via the Society's web site (www.scotways.com).

Directors' report *(continued)*

Financial review

The Society made a small operating deficit for the year of £5,148 (2011: -£2,690). Two main factors contributed to this. Firstly, many costs had to be absorbed within the first year of the Heritage Paths project, such as the purchase of bridges, but most of these expenses will only be funded retrospectively. Secondly, Directors agreed that use of funds from reserves to cover some of the production costs of Scottish Hill Tracks, which could not be funded from elsewhere, was appropriate. This latter sum was £1,900. Scottish Natural Heritage has continued to support the Heritage Paths project for which the Society is very grateful. The current financial climate continues to make funding hard to find but significant contributions to the Heritage Paths project has helped. However, the cost of maintaining all of our other activities listed above, including CROW, falls entirely on the Society. That leaves the Society dependent on income from subscriptions, contributions towards the cost of CROW from solicitors, and donations and legacies. The financial reality for the Society is likely to remain targeted at break-even, whilst operating on minimum budgets, for the foreseeable future. This will require continued support from members and the Society is very grateful for the response from those who have made donations and is particularly appreciative of a donation from Lindsays.

One way to increase income is to increase the subscriptions. Modest increases were therefore agreed at the 2011 AGM. These come into effect for financial year 2012 – 13. The new rates were kept to a minimum so that those who were willing to pay more could do so by donation whilst others will be unlikely to be put off membership because of the subscription rates. Also agreed at the AGM was a proposal to offer members the facility of paying by direct debit. Despite use of a financial organisation experienced in such matters, implementing this has proved unexpectedly problematic but it should be to the benefit of both members and the Society before too long.

Risk management

The Board conducted an interim review of the risks faced by the organisation since the updated Risk Management Review, including any actions required to reduce identified risk. The focus was on fraud and the following guidance was considered: Anti-Fraud Strategy (OSCR, February 2010); Compliance Toolkit – Chapter 3, Fraud and Financial Crime (Charity Commission, April 2011); and, Charity Fraud (a publication produced by 15 public, law enforcement and charity sector organisations, March 2012). No further actions were identified which would reasonably reduce the Society's exposure to fraud.

Reserves policy

The unrestricted funds represents the free reserves of the company and they are considered to be adequate to ensure the Society can continue to operate despite some current funding ceasing, until appropriate new funds are sourced.

Investment policy

The Society has only one listed investment. Its performance is kept under review.

Plans for the future

The Society will continue to act in pursuit of its Objects in the coming year, as described above. The Society is actively looking for further funding to continue its work.

Contribution of staff and volunteers

There were two staff changes during the year. Catriona Davies left the Society in December to work for the Perth & Kinross Countryside Trust. Catriona had worked for the Society for four years dealing with access enquiries and the Society's thanks are due to her. Our long-serving Treasurer, Ursula Ryalls, resigned in April. Ursula also carried out membership duties and must be thanked for all her work over the years. In September (2012), Alison Riddell started work as Treasurer. The role has been re-defined and Alison's experience should prove invaluable.

Directors' report *(continued)*

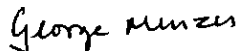
Contribution of staff and volunteers *(continued)*

The Directors also gratefully acknowledge the valuable contributions made during the year by all ScotWays staff and volunteers.

Small company special provisions

The report of the Directors has been prepared in accordance with the special provisions of the Companies Act 2006 relating to small companies.

This report was approved by the Board on 20 September 2012.



GM Menzies
Chairman



HENDERSON LOGGIE

Chartered Accountants

34 Melville Street

Edinburgh

EH3 7HA

United Kingdom

Independent Examiner's Report to the Members of the Scottish Rights of Way and Access Society

I report on the financial statements of the charity for the year ended 30 June 2012 which comprise the statement of financial activities, the balance sheet and the related notes.

Respective responsibilities of directors and examiner

The charity's directors are responsible for the preparation of the financial statements 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) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the financial statements 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 Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeks explanations from the 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 financial statements.

Independent examiner's 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 with accord with the accounting records and 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 financial statements to be reached.

Janet M Stevenson FCA

20 September 2012

Statement of Financial Activities (incorporating the income and expenditure account)

for the year ended 30 June 2012

	Note	Unrestricted Funds £	Restricted Funds £	Total 2012 £	Total 2011 £
Incoming resources					
<i>Incoming resources from generated funds</i>					
Voluntary income	4	64,618	-	64,618	63,192
Investment income	5	1,190	-	1,190	1,303
		<u>65,808</u>	<u>-</u>	<u>65,808</u>	<u>64,495</u>
<i>Incoming resources from charitable activities</i>					
Provision of advice re Rights of Way	6	49,807	-	49,807	33,378
Heritage paths	6	-	32,458	32,458	25,087
Other income	6	1,006	-	1,006	-
		<u>50,813</u>	<u>32,458</u>	<u>83,271</u>	<u>58,465</u>
Total incoming resources		<u>116,621</u>	<u>32,458</u>	<u>149,079</u>	<u>122,960</u>
Resources expended					
<i>Costs of generating funds</i>					
Cost of generating voluntary income	7	(19,447)	-	(19,447)	(16,858)
<i>Charitable activities</i>					
Provision of advice re Rights of Way	8	(28,225)	-	(28,225)	(24,069)
Updating CROW and publications	8	(31,989)	-	(31,989)	(22,670)
Signposting Rights of Way and associated works	8	-	(426)	(426)	(860)
Heritage Paths Project	8	-	(61,480)	(61,480)	(49,231)
		<u>(60,214)</u>	<u>(61,906)</u>	<u>(122,120)</u>	<u>(96,830)</u>
<i>Governance costs</i>	9	<u>(13,514)</u>	<u>-</u>	<u>(13,514)</u>	<u>(13,570)</u>
Total resources expended		<u>(93,175)</u>	<u>(61,906)</u>	<u>(155,081)</u>	<u>(127,258)</u>
Net incoming/(outgoing) resources before other recognised gains and losses		<u>23,446</u>	<u>(29,448)</u>	<u>(6,002)</u>	<u>(4,298)</u>
Unrealised gains on investments	13	854	-	854	1,608
Net movement in funds		<u>24,300</u>	<u>(29,448)</u>	<u>(5,148)</u>	<u>(2,690)</u>
Funds brought forward at 1 July 2011		200,356	1,838	202,194	204,884
Funds carried forward at 30 June 2012		<u>224,656</u>	<u>(27,610)</u>	<u>197,046</u>	<u>202,194</u>

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

Balance sheet
as at 30 June 2012

	Notes	2012 £	2012 £	2011 £	2011 £
Fixed assets					
Tangible assets	12		104,191		104,474
Investments at valuation	13		8,521		7,667
			112,712		112,141
Current assets					
Stock	14	4,206		3,148	
Debtors	15	13,404		12,373	
Cash in bank and at hand		78,639		78,940	
		96,249		94,461	
Creditors: amounts falling due within one year	16	(11,915)		(4,408)	
Net current assets			84,334		90,053
Total assets less current liabilities			197,046		202,194
Reserves					
Unrestricted funds	17	224,656		200,356	
Restricted funds	18	(27,610)		1,838	
			197,046		202,194

The directors are satisfied that the company is entitled to exemption under section 477 of the Companies Act 2006 and that the members have not required the company to obtain an audit of its financial statements in accordance with the provisions in section 476 of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps accounting records which comply with Section 386 of the Companies Act 2006; and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 396 of the Companies Act 2006, and which otherwise comply with the requirements of the this Act relating to financial statements, so far as is applicable to the company.

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

These financial statements were approved and authorised for issue by the Board on 20 September 2012

George M Menzies

GM Menzies
Chairman

Notes to the financial statements

(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with the items which are considered material in relation to the company's financial statements.

Basis of preparation

The financial statements have been prepared in accordance with Financial Reporting Standard for Smaller Entities (effective January 2008), the Companies Act 2006, The Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 and the Statement of Recommended Practice (SORP 2005): 'Accounting and Reporting by Charities'. They have been prepared under the historical cost convention as modified by the revaluation of fixed asset investments.

The directors consider that the financial statements should be drawn up on a going concern basis as any shortfall from expected expenditure over anticipated income can be met from unrestricted reserves for at least 12 months from the date of approval of these financial statements.

Incoming resources

Income is accounted for on an accruals basis with the exception of legacies and donations, which are accounted for when received. Ordinary subscriptions are recognised in the year in which they are received. Grant income is recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Income is only deferred when the donor specifies that the grant or donation must be used in future accounting periods, or when the donor has imposed conditions which must be met before the charity has unconditional entitlement.

Life memberships

Life membership subscriptions are recognised as income in the year of receipt and allocated to the life membership fund. Each year 5% of this fund is transferred to the general reserve.

Resources expended

Expenditure is accounted for on an accruals basis:

- Costs of generating funds consist of costs relating to the raising of voluntary income;
- Charitable activities include expenditure associated with one of the charity's objects and principal activities in the provision of advice regarding rights of way and access; the cataloguing of known rights of way; and in signposting rights of way and other routes.
- Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.
- Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the staff salaries incurred on each activity.

Investments

Fixed asset investments are accounted for at market value.

Restricted and unrestricted funds

Restricted funds are those funds which are subject to specific conditions regarding their application. These conditions have been specified by the donors of funds.

Unrestricted funds are applied at the discretion of the Board of Directors in furtherance of the objectives of the Society.

Transfers from unrestricted funds to restricted funds are made when required in order to finance deficits arising on restricted projects.

Notes (continued)

1 Accounting policies (continued)

Depreciation

Fixed assets are capitalised at cost. Depreciation has been provided at the following annual rates in order to write off fixed assets over their useful lives:

Office equipment	33.3% straight line
Heritable property	nil

In the opinion of the Directors, which is based on an informal valuation from a qualified surveyor, the residual value of the heritable property is not less than the carrying amount in the financial statements, therefore no depreciation has been charged.

Stocks

Stock is valued at the lower of cost and net realisable value.

Taxation

The Society is recognised as a charity by the Inland Revenue and is therefore not liable to taxation on its income.

2 Directors' remuneration

The directors receive no remuneration for their services, but may be paid travelling, subsistence and other expenses properly incurred by them in connection with the discharge of their duties. In the current year 1 (2011: 3) directors were paid such expenses.

	2012 £	2011 £
Directors' expenses	42	60

3 Net incoming/outgoing resources

This is stated after charging:

	2012 £	2011 £
Depreciation of fixed assets	283	187
Independent examiner's remuneration	1,754	1,692

4 Voluntary income

	Unrestricted Funds £	Restricted Funds £	Total 2012 £	Total 2011 £
Annual subscription	16,791	-	16,791	18,187
Life subscriptions	550	-	550	1,350
Corporate subscriptions	14,357	-	14,357	5,023
Donations	26,297	-	26,297	13,333
Bequests and legacies	-	-	-	20,000
Gift aid	6,623	-	6,623	5,299
	64,618	-	64,618	63,192

Notes (continued)

5 Investment income

	Unrestricted Funds £	Restricted Funds £	Total 2012 £	Total 2011 £
Dividends	504	-	504	475
Interest	686	-	686	828
	<u>1,190</u>	<u>-</u>	<u>1,190</u>	<u>1,303</u>

6 Incoming resources from charitable activities

	Advice £	Heritage paths £	2012 £	2011 £
HLF Grant	-	-	-	3,263
SNH Grant	-	32,458	32,458	21,824
Lawyers' searches	40,640	-	40,640	27,820
Publications	8,825	-	8,825	4,522
Bookshop	-	-	-	531
Walks	342	-	342	505
Other income	1,006	-	1,006	-
	<u>50,813</u>	<u>32,458</u>	<u>83,271</u>	<u>58,465</u>

7 Costs of generating voluntary income

	2012 £	2011 £
Staff costs	8,447	7,570
Printing, postage and stationery	8,218	6,399
Support costs	2,782	2,889
	<u>19,447</u>	<u>16,858</u>

8 Charitable activities

	Direct costs £	Staff costs £	Support costs £	2012 £	2011 £
Advice	4,725	20,940	2,560	28,225	24,069
CROW and publications	4,206	24,368	3,415	31,989	22,670
Signposting and associated works	426	-	-	426	860
Heritage Paths	33,678	24,774	3,028	61,480	49,231
	<u>43,035</u>	<u>70,082</u>	<u>9,003</u>	<u>122,120</u>	<u>96,830</u>

Notes (continued)

9 Governance costs

	2012 £	2011 £
Independent examiner's fees	1,754	1,692
Meeting expenses	1,038	1,798
Travel expenses	219	33
Preparation of annual report and AGM	3,150	3,000
Admin data expenses	2,431	650
Staff costs	2,437	3,475
Support costs	2,485	2,922
	<u>13,514</u>	<u>13,570</u>

10 Support costs

	Cost of generating voluntary income £	Charitable activities £	Governance costs £	2012 £	2011 £
Treasurer's honorarium	1,750	437	2,187	4,374	5,047
Premises, insurance & mortgage	304	2,518	88	2,910	3,709
Telephone, water, H&L	443	3,680	127	4,250	3,623
Computer costs	245	2,037	71	2,353	533
Subscriptions	10	87	3	100	348
Depreciation	30	244	9	283	187
	<u>2,782</u>	<u>9,003</u>	<u>2,485</u>	<u>14,270</u>	<u>13,447</u>

11 Employees

	2012 £	2011 £
Staff salaries	75,614	72,996
Employer's NIC	9,342	5,165
	<u>84,956</u>	<u>78,161</u>

No employee earned more than £60,000 in either year.

The average number of employees was 5 (2011: 6) (full time equivalent 3, (2011: 3)).

Notes (continued)

12 Tangible fixed assets

	Heritable property £	Office equipment £	Total £
Cost			
At 1 July 2011	103,765	14,112	117,877
Additions	-	-	-
Disposals	-	(3,500)	(3,500)
At 30 June 2012	103,765	10,612	114,377
Depreciation			
At 1 July 2011	-	13,403	13,403
Charge for the year	-	283	283
Disposals	-	(3,500)	(3,500)
At 30 June 2012	-	10,186	10,186
Net book value			
At 30 June 2012	103,765	426	104,191
At 30 June 2011	103,765	709	104,474

13 Investments

	2012 £	2011 £
Listed investments		
Market value at 30 June 2011	7,667	6,059
Market value at 30 June 2012	8,521	7,667
Unrealised gain/(loss) during the year	854	1,608

Listed investments comprise a holding of 3,651 Standard Life plc ordinary shares. The cost of these shares is £7,599.

14 Stocks

Stocks consist entirely of goods for distribution to members and other interested parties

	2012 £	2011 £
Stock in hand	4,206	3,148

Notes (continued)

15 Debtors

	2012 £	2011 £
Scottish Natural Heritage Grant	5,525	4,512
Income tax recoverable	6,000	5,299
Interest receivable	-	1
Prepayments	1,879	2,561
	<u>13,404</u>	<u>12,373</u>

16 Creditors: amounts falling due within one year

	2012 £	2011 £
Sundry creditors	3,204	2,889
Social security and other taxes	3,276	1,519
Deferred income	5,435	-
	<u>11,915</u>	<u>4,408</u>

17 Unrestricted funds

	Life Membership Fund £	General Reserve £	Property Fund £	Total £
<i>Unrestricted funds</i>				
Balance at 1 July 2011	26,454	107,117	66,785	200,356
Incoming resources	550	116,071	-	116,621
Resources expended	-	(93,175)	-	(93,175)
Transferred between reserves	(1,350)	1,350	-	-
Gains on investments	-	854	-	854
	<u>25,654</u>	<u>132,217</u>	<u>66,785</u>	<u>224,656</u>
Balance at 30 June 2012	<u>25,654</u>	<u>132,217</u>	<u>66,785</u>	<u>224,656</u>

18 Restricted funds

	Lockerby Bequest Fund £	George Cheyne Memorial Fund £	Heritage Paths Fund £	Total £
<i>Restricted funds</i>				
Balance at 1 July 2011	1,412	426	-	1,838
Incoming resources	-	-	32,458	32,458
Resources expended	-	(426)	(61,480)	(61,906)
	<u>1,412</u>	<u>-</u>	<u>(29,022)</u>	<u>(27,610)</u>
Balance at 30 June 2012	<u>1,412</u>	<u>-</u>	<u>(29,022)</u>	<u>(27,610)</u>

The Heritage Paths fund is in deficit because significant bridge expenditure has been made up front and this is expected to be recovered by future incoming funds.

Notes (continued)

18 Restricted funds (continued)

- Lockerby Bequest Fund: to be used for work in Dumfries & Galloway.
- George Cheyne Memorial Fund: to be used for projects in memory of George Cheyne.
- Heritage Paths Fund: funding received from the Heritage Lottery Fund to fund a project relating to Heritage Paths.

19 Analysis of net assets among funds

	Unrestricted funds	Restricted funds £	2012 £	2011 £
Fixed assets	112,712	-	112,712	112,141
Net current assets	111,944	(27,610)	84,334	90,053
	224,656	(27,610)	197,046	202,194

20 Ultimate controlling party

The company is controlled by the board, who are elected by its members.