REGISTERED COMPANY NUMBER: 264187 (Scotland)
REGISTERED CHARITY NUMBER: SC035319

Report of the Trustees and Unaudited Financial Statements For The Year Ended 31st March 2011 for

Upper Nithsdale Arts & Crafts Community Initiative Limited

FRIDAY
SQLTZYRK
SCT 28/10/2011 554
COMPANIES HOUSE

Farries Kirk & McVean
Dumfries Enterprise Park
Heathhall
Dumfries
DUMFRIESSHIRE
DG1 3SJ

Upper Nithsdale Arts & Crafts Community Initiative Limited

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Upper Nithsdale Arts & Crafts Community Initiative Limited

Report of the Trustees for the Year Ended 31st March 2011

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st March 2011. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
264187 (Scotland)

Registered Charity number
SC035319

Registered office
61 High Street
Sanquhar
Dumfriesshire
DG4 6UT

Trustees

Mrs S Crompton	
Ms C Wood	
G Bonn	
Ms J C Dickey	- appointed 4.6.10
W J Waugh	- appointed 9.9.10
Ms M Finch	- appointed 16.9.10
I R Baker	- appointed 7.3.11
B Johnson	- appointed 16.3.11

Company Secretary
K McLean

Independent Examiner
Farries Kirk & McVean
Dumfries Enterprise Park
Heathhall
Dumfries
DUMFRIESSHIRE
DG1 3SJ

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document
The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management
The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

ON BEHALF OF THE BOARD:

.....
Ms J C Dickey - Trustee

Date: 24/10/11

Independent Examiner's Report to the Trustees of Upper Nithsdale Arts & Crafts Community Initiative Limited

I report on the accounts for the year ended 31st March 2011 set out on pages three to seven.

Respective responsibilities of trustees and examiner
The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity's trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under Section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

Basis of the independent examiner's report
My examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement
In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep accounting records in accordance with Section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
- to prepare accounts which accord with the accounting records and to comply with Regulation 8 of the 2006 Accounts Regulations

have not been met; or

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

Gerald M McGill BA CA
Chartered Accountant
Farries Kirk & McVean
Dumfries Enterprise Park
Heathhall
Dumfries
DUMFRIESSHIRE
DG1 3SJ

Date: .....

Upper Nithsdale Arts & Crafts Community Initiative Limited

Statement of Financial Activities for the Year Ended 31st March 2011

	Notes	Unrestricted funds £	Restricted funds £	2011 Total funds £	2010 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income		24,583	417,481	442,064	355,833
Activities for generating funds	2	13,091	-	13,091	-
Total incoming resources		37,674	417,481	455,155	355,833
RESOURCES EXPENDED					
Costs of generating funds					
Costs of generating voluntary income	3	-	-	-	5,752
Charitable activities					
General Activities		36,626	-	36,626	-
Governance costs		1,249	-	1,249	480
Total resources expended		37,875	-	37,875	6,232
NET INCOMING/(OUTGOING) RESOURCES before transfers		(201)	417,481	417,280	349,601
Gross transfers between funds	9	924,921	(924,921)	-	-
Net incoming/(outgoing) resources		924,720	(507,440)	417,280	349,601
RECONCILIATION OF FUNDS					
Total funds brought forward		456,634	507,440	964,074	614,473
TOTAL FUNDS CARRIED FORWARD		1,381,354	-	1,381,354	964,074

The notes form part of these financial statements

Upper Nithsdale Arts & Crafts Community Initiative Limited

Balance Sheet
At 31st March 2011

	Notes	Unrestricted funds £	Restricted funds £	2011 Total funds £	2010 Total funds £
FIXED ASSETS					
Tangible assets	7	467,783	847,155	1,314,938	660,813
CURRENT ASSETS					
Cash at bank		46,874	39,872	86,746	314,421
CREDITORS					
Amounts falling due within one year	8	(2,330)	(18,000)	(20,330)	(11,160)
NET CURRENT ASSETS/(LIABILITIES)		44,544	21,872	66,416	303,261
TOTAL ASSETS LESS CURRENT LIABILITIES		512,327	869,027	1,381,354	964,074
NET ASSETS		512,327	869,027	1,381,354	964,074
FUNDS	9				
Unrestricted funds				1,381,354	456,634
Restricted funds				-	507,440
TOTAL FUNDS				1,381,354	964,074

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st March 2011.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31st March 2011 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

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

.....
Ms J C Dickey -Trustee

.....
I R Baker -Trustee

The notes form part of these financial statements

Notes to the Financial Statements for the Year Ended 31st March 2011

1. ACCOUNTING POLICIES

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

Incoming resources
All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended
Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

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

Land and buildings	- not provided
Plant and machinery	- not provided

Taxation
The charity is exempt from corporation tax on its charitable activities.

Fund accounting
Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. ACTIVITIES FOR GENERATING FUNDS

	2011	2010
	£	£
Fundraising events	4,875	-
Shop income	6,151	-
Other	2,065	-
	13,091	-

3. COSTS OF GENERATING VOLUNTARY INCOME

	2011	2010
	£	£
Support costs	-	5,752

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2011 nor for the year ended 31st March 2010.

Trustees' Expenses
There were no trustees' expenses paid for the year ended 31st March 2011 nor for the year ended 31st March 2010.

5. STAFF COSTS

	2011	2010
	£	£
Wages and salaries	15,621	-

6. BIG LOTTERY GRANT

The restricted fund relates to building grants received from, amongst others, the Big Lottery Fund. This funder has a first charge security over the company property. In addition to previous grant awards, this year the company received £251,865 of funding.

The funding this year was split as £12,651 towards employee costs (the '1784' fund) and £239,214 towards building costs (the '3936' fund).

7. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1st April 2010	657,313	3,500	660,813
Additions	654,125	-	654,125
At 31st March 2011	1,311,438	3,500	1,314,938
NET BOOK VALUE			
At 31st March 2011	1,311,438	3,500	1,314,938
At 31st March 2010	657,313	3,500	660,813

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2011 £	2010 £
Bank loans and overdrafts	-	9,030
Trade creditors	18,801	601
Other creditors	1,529	1,529
	20,330	11,160

9. MOVEMENT IN FUNDS

	At 1.4.10 £	Net movement in funds £	Transfers between funds £	At 31.3.11 £
Unrestricted funds				
General fund	456,634	(201)	924,921	1,381,354
Restricted funds				
Building Grant	507,440	-	(507,440)	-
Big Lottery - 1784	-	12,651	(12,651)	-
D & G Council	-	124,500	(124,500)	-
Big Lottery 3936	-	239,214	(239,214)	-
Solway Heritage	-	10,000	(10,000)	-
Holywood Trust	-	18,500	(18,500)	-
Awards for All	-	9,616	(9,616)	-
Hugh Fraser	-	3,000	(3,000)	-
	507,440	417,481	(924,921)	-
TOTAL FUNDS	964,074	417,280	-	1,381,354

9. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	37,674	(37,875)	(201)
Restricted funds			
Big Lottery - 1784	12,651	-	12,651
D & G Council	124,500	-	124,500
Big Lottery 3936	239,214	-	239,214
Solway Heritage	10,000	-	10,000
Holywood Trust	18,500	-	18,500
Awards for All	9,616	-	9,616
Hugh Fraser	3,000	-	3,000
	417,481	-	417,481
TOTAL FUNDS	455,155	(37,875)	417,280

The balance of restricted funds has been transferred to the general fund as the grants received have been utilised in their respective expenditure classifications. The building project has now been completed, and as such all funds that were restricted for the purposes of the building project are now deemed as general funds.

Upper Nithsdale Arts & Crafts Community Initiative Limited

Detailed Statement of Financial Activities for the Year Ended 31st March 2011

	2011 £	2010 £
INCOMING RESOURCES		
Voluntary income		
Grants	441,132	355,833
Donated services and facilities	932	-
	442,064	355,833
Activities for generating funds		
Fundraising events	4,875	-
Shop income	6,151	-
Other	2,065	-
	13,091	-
Total incoming resources	455,155	355,833
RESOURCES EXPENDED		
Charitable activities		
Wages	15,621	-
Insurance	650	-
Light and heat	1,817	-
Telephone	1,346	-
Postage and stationery	1,724	-
Advertising	1,081	-
Cleaning	934	-
Maintenance	628	-
Materials & small equipment	1,301	-
Meeting expenses	130	-
Computer maintenance	33	-
Books	297	-
Recruitment	1,033	-
Vol expenses	104	-
	26,699	-
Governance costs		
Accountancy	1,249	480
Support costs		
Management		
Insurance	650	892
Sundries	207	804
Shop purchases	537	-
Compensation Paid	-	4,000
Tutor fees	80	-
Materials	118	-
Performers fees	1,469	-
Film hire	682	-
Other licences	537	-
Bar stock	320	-
Venue hire	917	-
Commission paid	3,772	-
	9,289	5,696

Upper Nithsdale Arts & Crafts Community Initiative Limited

Detailed Statement of Financial Activities for the Year Ended 31st March 2011

	2011 £	2010 £
Finance		
Bank charges	638	56
Total resources expended	37,875	6,232
Net income	417,280	349,601