

REGISTERED COMPANY NUMBER: SC264187 (Scotland)
REGISTERED CHARITY NUMBER: SC035319

Report of the Trustees and
Unaudited Financial Statements For The Year Ended 31st March 2012
for
Upper Nithsdale Arts & Crafts Community
Initiative Limited

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

THURSDAY



SCT *S1N7XY2Z* 06/12/2012 #522
COMPANIES HOUSE

**Upper Nithsdale Arts & Crafts Community
Initiative Limited**

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for the Year Ended 31st March 2012**

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Upper Nithsdale Arts & Crafts Community
Initiative Limited

Report of the Trustees
for the Year Ended 31st March 2012

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 2012. 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
SC264187 (Scotland)

Registered Charity number
SC035319

Registered office
61 High Street
Sanquhar
Dumfriesshire
DG4 6UT

Trustees
Mrs S Crompton
Ms C Wood - resigned 16.2.12
G Bonn
Ms J C Dickey
W J Waugh
Ms M Finch - resigned 29.11.11
I R Baker
B Johnson
Ms E A E Griggs - appointed 3.1.12

Company Secretary
K McLean

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

STRUCTURE, GOVERNANCE AND MANAGEMENT

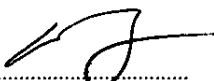
Governing document

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: 26/7/12

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 2012 set out on pages three to eight.

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: 27th July 2012

**Upper Nithsdale Arts & Crafts Community
Initiative Limited**

**Statement of Financial Activities
for the Year Ended 31st March 2012**

	Notes	Unrestricted funds £	Restricted funds £	2012 Total funds £	2011 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income		48,805	-	48,805	442,064
Activities for generating funds	2	36,473	-	36,473	13,091
Investment income	3	978	-	978	-
Total incoming resources		86,256	-	86,256	455,155
RESOURCES EXPENDED					
Charitable activities					
General Activities		766,443	-	766,443	36,626
Governance costs		624	-	624	1,249
Total resources expended		767,067	-	767,067	37,875
NET INCOMING/(OUTGOING) RESOURCES		(680,811)	-	(680,811)	417,280
RECONCILIATION OF FUNDS					
Total funds brought forward		1,381,354	-	1,381,354	964,074
TOTAL FUNDS CARRIED FORWARD		700,543	-	700,543	1,381,354

The notes form part of these financial statements

Upper Nithsdale Arts & Crafts Community
Initiative Limited

Balance Sheet
At 31st March 2012

	Notes	Unrestricted funds £	Restricted funds £	2012 Total funds £	2011 Total funds £
FIXED ASSETS					
Tangible assets	8	653,500	-	653,500	1,314,937
CURRENT ASSETS					
Stocks		538	-	538	-
Debtors	9	849	-	849	-
Cash at bank		78,122	-	78,122	86,747
		<u>79,509</u>	<u>-</u>	<u>79,509</u>	<u>86,747</u>
CREDITORS					
Amounts falling due within one year	10	(32,466)	-	(32,466)	(20,330)
NET CURRENT ASSETS		<u>47,043</u>	<u>-</u>	<u>47,043</u>	<u>66,417</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		700,543	-	700,543	1,381,354
NET ASSETS		<u>700,543</u>	<u>-</u>	<u>700,543</u>	<u>1,381,354</u>
FUNDS	11				
Unrestricted funds				700,543	1,381,354
Restricted funds				-	-
TOTAL FUNDS				<u>700,543</u>	<u>1,381,354</u>

The notes form part of these financial statements

**Upper Nithsdale Arts & Crafts Community
Initiative Limited**

**Balance Sheet - continued
At 31st March 2012**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st March 2012.

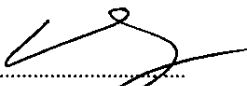
The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31st March 2012 in accordance with Section 476 of the Companies Act 2006.

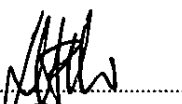
The trustees acknowledge their responsibilities for

- (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 26 July 2012 and were signed on its behalf by:


.....
Ms J C Dickey - Trustee


.....
I R Baker - Trustee

The notes form part of these financial statements

**Upper Nithsdale Arts & Crafts Community
Initiative Limited**

**Notes to the Financial Statements
for the Year Ended 31st March 2012**

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 represents a one off charge for this year. In the opinion of the Directors, the carrying value of the property at 8-12 High Street, Sanquhar is overstated at its historic cost.

It is the opinion of the Directors that the carrying value of this should be reduced to £650,000 this year, with an annual depreciation charge applying thereafter of £6,500, representing 1% of the historic cost, giving the property a useable life of 100 years.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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

	2012	2011
	£	£
Fundraising events	8,600	4,875
Shop income	27,873	6,151
Other	-	2,065
	<u>36,473</u>	<u>13,091</u>

3. INVESTMENT INCOME

	2012	2011
	£	£
Deposit account interest	<u>978</u>	<u>-</u>

**Upper Nithsdale Arts & Crafts Community
Initiative Limited**

**Notes to the Financial Statements - continued
for the Year Ended 31st March 2012**

4. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	2012 £	2011 £
Depreciation - owned assets	687,153	-

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2012 nor for the year ended 31st March 2011.

Trustees' Expenses

There were no trustees' expenses paid for the year ended 31st March 2012 nor for the year ended 31st March 2011.

6. STAFF COSTS

	2012 £	2011 £
Wages and salaries	44,289	15,621

7. 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 £34,141 of funding.

The funding this year was towards Employee costs.

8. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1st April 2011	1,311,437	3,500	1,314,937
Additions	25,716	-	25,716
At 31st March 2012	1,337,153	3,500	1,340,653
 DEPRECIATION			
Charge for year	687,153	-	687,153
 NET BOOK VALUE			
At 31st March 2012	650,000	3,500	653,500
At 31st March 2011	1,311,437	3,500	1,314,937

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012 £	2011 £
Other debtors	849	-

**Upper Nithsdale Arts & Crafts Community
Initiative Limited**

**Notes to the Financial Statements - continued
for the Year Ended 31st March 2012**

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2012 £	2011 £
Trade creditors	20,887	18,801
Other creditors	11,579	1,529
	<u>32,466</u>	<u>20,330</u>

11. MOVEMENT IN FUNDS

	At 1.4.11 £	Net movement in funds £	At 31.3.12 £
Unrestricted funds			
General fund	1,381,354	(680,811)	700,543
TOTAL FUNDS	<u>1,381,354</u>	<u>(680,811)</u>	<u>700,543</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	86,256	(767,067)	(680,811)
TOTAL FUNDS	<u>86,256</u>	<u>(767,067)</u>	<u>(680,811)</u>

**Upper Nithsdale Arts & Crafts Community
Initiative Limited**

**Detailed Statement of Financial Activities
for the Year Ended 31st March 2012**

	2012 £	2011 £
INCOMING RESOURCES		
Voluntary income		
Grants	48,172	441,132
Donated services and facilities	633	932
	48,805	442,064
Activities for generating funds		
Fundraising events	8,600	4,875
Shop income	27,873	6,151
Other	-	2,065
	36,473	13,091
Investment income		
Deposit account interest	978	-
	978	-
Total incoming resources	86,256	455,155
RESOURCES EXPENDED		
Charitable activities		
Wages	44,289	15,621
Insurance	2,513	650
Light and heat	4,412	1,817
Telephone	2,362	1,346
Postage and stationery	1,674	1,724
Advertising	1,021	1,081
Cleaning	1,110	934
Maintenance	842	628
Materials & small equipment	1,055	1,301
Meeting expenses	-	130
Computer maintenance	507	33
Books	-	297
Recruitment	-	1,033
Vol expenses	398	104
Staff Expenses/Training	235	-
	60,418	26,699
Governance costs		
Accountancy	624	1,249
Support costs		
Management		
Insurance	-	650
Sundries	35	207
Shop purchases	2,061	537
Tutor fees	1,245	80
Materials	544	118
Carried forward	3,885	1,592

This page does not form part of the statutory financial statements

**Upper Nithsdale Arts & Crafts Community
Initiative Limited**

**Detailed Statement of Financial Activities
for the Year Ended 31st March 2012**

	2012 £	2011 £
Management		
Brought forward	3,885	1,592
Performers fees	3,652	1,469
Film hire	550	682
Other licences	872	537
Bar stock	452	320
Venue hire	966	917
Commission paid	7,638	3,772
Hospitality	133	-
	18,148	9,289
Finance		
Bank charges	724	638
Other		
Freehold Property Depreciation	687,153	-
	767,067	37,875
Total resources expended		
Net (expenditure)/income	<u><u>(680,811)</u></u>	<u><u>417,280</u></u>

This page does not form part of the statutory financial statements