

**LANARK COMMUNITY DEVELOPMENT TRUST
COMPANY LIMITED BY GUARANTEE
UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
30TH JUNE 2010**

Charity Number SC040584

I.A.STEWART & CO
Chartered Accountants
The Mechanics Workshop
New Lanark
ML11 9DB



**LANARK COMMUNITY DEVELOPMENT TRUST
COMPANY LIMITED BY GUARANTEE**

FINANCIAL STATEMENTS

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010

CONTENTS	PAGE
Members of the Board and professional advisers	1
Trustees Annual Report	2
Independent examiner's report to the trustees and members	6
Statement of Financial Activities (incorporating the income and expenditure account)	8
Balance sheet	9
Notes to the financial statements	10
The following pages do not form part of the financial statements	
Detailed statement of financial activities	14

**LANARK COMMUNITY DEVELOPMENT TRUST
COMPANY LIMITED BY GUARANTEE**

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

Registered charity name	Lanark Community Development Trust
Charity number	SC040584
Company registration number	SC360621
Principal office	30 Hope Street Lanark Scotland ML11 7NE
Registered office	30 Hope Street Lanark Scotland ML11 7NE
Trustees	Mr Paul Henry Archibald Mr Neil Gainford Mr Frank Cruickshanks Gunning Councillor Mary Fraser McNeill Mr Brian Reilly Mr Ernest Sims Romer Mrs Sylvia Russell Mr James Gibson Scott Mr J O'Connor (resigned 12th February 2010)
Secretary	Christopher John Parkin was appointed on 3rd June 2009 and resigned 10th August 2010. Thomas Anderson was appointed on 10 th August 2010.
Independent examiner	W. Russell Watson Member of the Institute of Chartered Accountants of Scotland I. A. Stewart & Co. The Mechanics Workshop New Lanark ML11 9DB
Bankers	Bank of Scotland 23 Bloomgate Lanark ML11 9EZ

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010

The trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the unaudited financial statements of the charity for the period from 3rd June 2009 to 30th June 2010.

REFERENCE AND ADMINISTRATIVE DETAILS

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements.

THE TRUSTEES

The trustees who served the company during the period were as follows:

Mr Paul Hendry Archibald
Mr Neil Gainford
Mr Frank Cruickshanks Gunning
Councillor Mary Fraser McNeill
Mr James O'Connor
Mr Brian Reilly
Mr Ernest Sims Romer
Mrs Sylvia Russell
Mr James Gibson Scott

Mr Paul Hendry Archibald was appointed as a director on 3rd June 2009.

Mr Neil Gainford was appointed as a director on 3rd June 2009.

Mr Frank Cruickshanks Gunning was appointed as a director on 3rd June 2009.

Councillor Mary Fraser McNeill was appointed as a director on 3rd June 2009.

Mr James O'Connor was appointed as a director on 3rd June 2009.

Mr Brian Reilly was appointed as a director on 3rd June 2009.

Mr Ernest Sims Romer was appointed as a director on 3rd June 2009.

Mrs Sylvia Russell was appointed as a director on 3rd June 2009.

Mr James Gibson Scott was appointed as a director on 3rd June 2009.

Mr James O'Connor retired as a director on 12th February 2010.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Lanark Community Development Trust is a charitable company limited by guarantee. The company's constitution is its Memorandum and Articles of Association, which details the purpose and administration arrangements of the charity. The structure of the company consists of its members, who have the right to attend the annual general meeting and elect people to serve as directors, and the directors who generally control and supervise the activities of the company and monitor its financial position.

The members of the company shall consist of the subscribers to the memorandum of association. Categories of membership include 'full membership' or 'associate membership'. The minimum number of full members is 20 which must exceed the number of associate members. The directors considered each application for membership at the first directors meeting, and may at their discretion refuse to admit any person to membership. The quorum at any general meeting is 10 persons each entitled to one vote, each being a full member. The minimum number of directors involved in running the day to day business of the charity shall be 9.

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010

The directors have considered the risks to which the charity is exposed and have reviewed those risks and established systems and procedures to manage those risks.

OBJECTIVES AND ACTIVITIES

The trust is a registered Scottish Charity which has been formed as a new umbrella organisation to push ahead many urgently needed improvements to the town of Lanark. Its purpose, as recorded in its constitution is to reinforce success in Lanark by finding new activities, encouraging local projects, advancing education and community development, implementing a tourism strategy and maintaining the historical town of Lanark. They will concentrate on land and building projects which can include workspaces, parks, community facilities, market gardens and occasionally housing. The trust will oversee major schemes, attract finance and organise the projects to get the work completed.

ACHIEVEMENTS AND PERFORMANCE

The trust has been successful in delivering a variety of projects consequently securing its charitable status. The first undertaking was the commissioning of a Town Centre Study for Lanark, a project which was managed and delivered by the Trust in partnership with South Lanarkshire Council (fund provider). This study process involved a number of community engagement and consultation events which culminated in a formal presentation of Study findings to the local community. Study recommendations were examined and have progressed into a Town Centre Action Plan which is now being developed by a number of partners and monitored by a sub-group of the Trust.

As an initial fundraising and awareness raising effort, the Trust produced a Lanark Calendar in November 2009 which was sold at the town's annual Christmas Market. A Spring Newsletter was also widely distributed to raise further awareness of the progress made. In April a formal Trust launch event took place at which presentations were made by the Development Trust Association for Scotland and Arrochar and Tarbet Community Development Trust. This was followed by a successful study visit to Arrochar in July.

Further Trust sub-groups have been established to progress specific projects: Castlebank Horticultural Facility; Community Workspace; and Heritage Trails. The Trust is also acting as lead community partner in the restoration of the historic Murray Chapel.

The Trust continues to be represented at the local Town Group, communicating progress to this forum on a quarterly basis. Membership recruitment is also ongoing.

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010

FINANCIAL REVIEW

During the period £15,211 of income has been recorded. £12,253.96 related to funds held in a bank account by the association, before it gained charitable status. These funds were transferred to the charity in this period. Of this amount £11,750 was awarded by South Lanarkshire Council as a restricted grant towards the cost of a Lanark Town Centre Study. Other grants provided included the MTI Development Grant and SLC Area Grant.

Total expenditure amounted to £14,711 of which £11,750 related to the professional fees charged for the Lanark Town Centre Study. As a result a net overall surplus of £500 is recorded. As this is the first year of charitable status, reserves at 30 June 2010 also amounted to a surplus of £500.

The funds of the Trust are applied solely for the promotion and furtherance of its aims and objectives. The Directors principal investment aim is to safeguard the Associations reserves. To this end a low risk bank deposit account is utilised.

PLANS FOR FUTURE PERIODS

The Trustees will continue to progress a number of initiatives including the current Town Centre Study and the following proposed projects: providing Community Workspace, Castlebank Park Horticultural Training Centre, refurbishment of the Murray Chapel and advancing the Lanark Heritage Trail. They may expand their activities into training, childcare, renewable energy or other environmental work.

RESPONSIBILITIES OF THE TRUSTEES

The trustees (who are also the directors of Lanark Community Development Trust for the purposes of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

**LANARK COMMUNITY DEVELOPMENT TRUST
COMPANY LIMITED BY GUARANTEE**

TRUSTEES ANNUAL REPORT *(continued)*

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010

RESPONSIBILITIES OF THE TRUSTEES *(continued)*

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. The trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT EXAMINER

W. Russell Watson, a member of the Institute of Chartered Accountants of Scotland, of I. A. Stewart & Co. has been re-appointed as independent examiner for the ensuing year.

Registered office:
30 Hope Street
Lanark
Scotland
ML11 7NE

Signed by order of the trustees



THOMAS ANDERSON
Charity Secretary

8th September 2010

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES AND MEMBERS OF LANARK COMMUNITY DEVELOPMENT TRUST

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010

I report on the accounts of the charity for the period from 3rd June 2009 to 30th June 2010 set out on pages 8 to 12.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND INDEPENDENT EXAMINER

The charity's trustees (who are also the directors of Lanark Community Development Trust 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. The charity's trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to state, on the basis of my examination as required under section 44(1) (c) of the Act, whether particular matters have come to my attention.

BASIS OF INDEPENDENT EXAMINER'S STATEMENT

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 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 whether the accounts present a 'true and fair view'.

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 trustees have not met the requirements to ensure that:

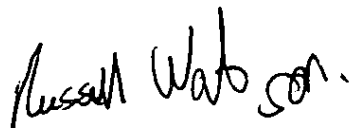
- proper accounting records are kept (in accordance with section 386 of the Companies Act 2006); and
- accounts are prepared which agree with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities; or

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

**LANARK COMMUNITY DEVELOPMENT TRUST
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES AND MEMBERS OF
LANARK COMMUNITY DEVELOPMENT TRUST *(continued)***

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010



W. Russell Watson
Member of the Institute of Chartered Accountants of Scotland
I. A. Stewart & Co.
Independent examiner

The Mechanics Workshop
New Lanark
ML11 9DB

8th September 2010

**LANARK COMMUNITY DEVELOPMENT TRUST
COMPANY LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND
EXPENDITURE ACCOUNT)**

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010

		Unrestricted Funds £	Restricted Funds £	Total Funds Period from 3 Jun 09 to 30 Jun 10 £
	Note			
INCOMING RESOURCES				
Incoming resources from generating funds:				
Voluntary income	2	504	–	504
Activities for generating funds	3	476	–	476
Investment income	4	12	–	12
Incoming resources from charitable activities	5	16	14,203	14,219
TOTAL INCOMING RESOURCES		1,008	14,203	15,211
RESOURCES EXPENDED				
Charitable activities	6/7	(565)	(13,398)	(13,963)
Governance costs	8	–	(748)	(748)
TOTAL RESOURCES EXPENDED		(565)	(14,146)	(14,711)
NET INCOMING RESOURCES FOR THE PERIOD/NET INCOME FOR THE PERIOD		443	57	500
RECONCILIATION OF FUNDS				
Total funds brought forward		–	–	–
TOTAL FUNDS CARRIED FORWARD		443	57	500

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 10 to 12 form part of these financial statements.

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

BALANCE SHEET

30TH JUNE 2010

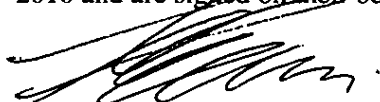
	Note	£	30 Jun 10 £
CURRENT ASSETS			
Debtors	10	2	
Cash at bank		498	
			<u>500</u>
NET CURRENT ASSETS			<u>500</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>500</u>
FUNDS			
Restricted income funds	11		57
Unrestricted income funds	12		443
TOTAL FUNDS			<u>500</u>

The trustees are satisfied that the company is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the period by virtue of section 477(2), and that no member or members have requested an audit pursuant to section 476(1) of the Act.

The trustees acknowledge their responsibilities for:

- (i) ensuring that the company keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) 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 period and of its profit or loss for the financial period in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements were approved by the members of the committee on the 8th September 2010 and are signed on their behalf by:



MR FRANK GUNNING
Trustee

Company Registration Number: SC360621

The notes on pages 10 to 12 form part of these financial statements.

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005), the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 and the Companies Act 2006.

Cash flow statement

The trustees have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is small.

Fixed assets

All fixed assets are initially recorded at cost.

2. VOLUNTARY INCOME

	Unrestricted Funds £	Total Funds 2010 £
Donations		
Donation income from LCDT Association	<u>504</u>	<u>504</u>

3. INCOMING RESOURCES FROM ACTIVITIES FOR GENERATING FUNDS

	Unrestricted Funds £	Total Funds 2010 £
Fundraising events income	<u>476</u>	<u>476</u>

4. INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2010 £
Bank interest receivable	<u>12</u>	<u>12</u>

5. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	Total Funds 2010 £
Membership fees	16	—	16
Grant income	<u>—</u>	<u>14,203</u>	<u>14,203</u>
	<u>16</u>	<u>14,203</u>	<u>14,219</u>

**LANARK COMMUNITY DEVELOPMENT TRUST
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010

6. COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds	Restricted Funds	Total Funds 2010
	£	£	£
Advancement of the community of Lanark	<u>565</u>	<u>13,398</u>	<u>13,963</u>

7. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Activities undertaken directly	Total Funds 2010
	£	£
Advancement of the community of Lanark	<u>13,963</u>	<u>13,963</u>

8. GOVERNANCE COSTS

	Restricted Funds	Total Funds 2010
	£	£
Legal fees	<u>748</u>	<u>748</u>

9. STAFF COSTS AND EMOLUMENTS

No salaries or wages have been paid to employees, including the members of the committee, during the period.

10. DEBTORS

	30 Jun 10
	£
Income tax recoverable	<u>2</u>

11. RESTRICTED INCOME FUNDS

	Incoming resources	Outgoing resources	Balance at 30 Jun 2010
	£	£	£
Town study and start up costs	<u>14,203</u>	<u>(14,146)</u>	<u>57</u>

12. UNRESTRICTED INCOME FUNDS

	Incoming resources	Outgoing resources	Balance at 30 Jun 2010
	£	£	£
General Funds	<u>1,008</u>	<u>(565)</u>	<u>443</u>

**LANARK COMMUNITY DEVELOPMENT TRUST
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Net current assets £	Total £
Restricted Income Funds:		
Restricted Fund	57	57
Unrestricted Income Funds:		
General Funds	443	443
Total Funds	<u>500</u>	<u>500</u>

14. COMPANY LIMITED BY GUARANTEE

The Company is limited by guarantee and does not have a share capital. In the event of a winding up each of the members undertakes to contribute an amount not exceeding £1. The Company is a registered charity with the Inland Revenue under section 505 of the Income and Taxes Act 1988. It operates under Scottish Charity Number SC040584.

15. PENSIONS

The company has not operated, or contributed to any pension scheme on behalf of its employees.

16. CONTINGENCIES

The trustees have confirmed that there were no contingent liabilities which should be disclosed at 30th June 2010.

17. CAPITAL COMMITMENTS

The trustees have confirmed that there were no capital commitments at 30th June 2010.

**LANARK COMMUNITY DEVELOPMENT TRUST
COMPANY LIMITED BY GUARANTEE**

MANAGEMENT INFORMATION

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010

**The following pages do not form part of the statutory financial statements
which are the subject of the independent examiner's report on pages 6 to 7.**

**LANARK COMMUNITY DEVELOPMENT TRUST
COMPANY LIMITED BY GUARANTEE**

DETAILED STATEMENT OF FINANCIAL ACTIVITIES

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010

	Period from 3 Jun 09 to 30 Jun 10 £
INCOMING RESOURCES	
VOLUNTARY INCOME	
Donation income from LCDT Association	504
ACTIVITIES FOR GENERATING FUNDS	
Fundraising events income	476
INVESTMENT INCOME	
Bank interest receivable	12
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES	
Membership fees	16
Grant income	14,203
	14,219
TOTAL INCOMING RESOURCES	15,211
RESOURCES EXPENDED	
CHARITABLE ACTIVITIES	
Rent	80
Postage and stationery	578
Advertising	100
Launch costs	120
Town Centre Study	11,750
Website costs	968
Sundries	367
	13,963
GOVERNANCE COSTS	
Legal fees	748
TOTAL RESOURCES EXPENDED	14,711
NET INCOMING RESOURCES FOR THE PERIOD	500

**LANARK COMMUNITY DEVELOPMENT TRUST
COMPANY LIMITED BY GUARANTEE**

DETAILED STATEMENT OF FINANCIAL ACTIVITIES

PERIOD FROM 3RD JUNE 2009 TO 30TH JUNE 2010

Period from
3 Jun 09 to
30 Jun 10
£

CHARITABLE ACTIVITIES

Advancement of the community of Lanark

Activities undertaken directly

Rent	80
Postage and stationery	578
Advertising	100
Launch costs	120
Town Centre Study	11,750
Website costs	968
Sundries	367
	<u>13,963</u>