

**LANARK COMMUNITY DEVELOPMENT TRUST
COMPANY LIMITED BY GUARANTEE
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30TH JUNE 2016**



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

YEAR ENDED 30TH JUNE 2016

CONTENTS	PAGE
Trustees annual report	1
Independent examiner's report to the trustees	8
Statement of financial activities (incorporating the income and expenditure account)	10
Balance sheet	11
Notes to the financial statements	12
The following pages do not form part of the financial statements	
Detailed statement of financial activities	20

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT

YEAR ENDED 30TH JUNE 2016

The trustees, who are also directors for the purposes of company law, present their report and the unaudited financial statements of the company for the year ended 30th June 2016.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	Lanark Community Development Trust
Charity registration number	SC040584
Company registration number	SC360621
Principal office	Mechanics Workshop New Lanark Lanark Scotland ML11 9DB
Registered office	Mechanics Workshop New Lanark Lanark Scotland ML11 9DB

The trustees

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

Mr F C Gunning
Mrs S Russell
Mr D Lammie
Mrs E McLean
Mr D Ritchie
Mr J G Hill
Mr N McDonald
Mr J Cunningham
Mr E Romer
Mrs J Masters
Mrs C McClymont

Secretary Mr T Anderson

Bankers Bank of Scotland
23 Bloomgate
Lanark
ML11 9EZ

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 30TH JUNE 2016

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 trustees, and the trustees 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 trustees consider each application for membership at a trustee's 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 trustees involved in running the day to day business of the charity shall be 9.

The trustees 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 an umbrella organisation to deliver 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 and maintaining the historical town of Lanark. The Trust is likely to concentrate on physical improvement projects which currently include parks and community facilities. The Trust will oversee the development of quality projects, source finance and deliver and manage projects in the medium to long term.

ACHIEVEMENTS AND PERFORMANCE

Castlebank Horticultural Training Centre Project

We received Lottery Development Grant funding to appoint a consultant to develop a robust business plan for our Stage 2 Lottery application which was submitted in June 2016. A decision should have been made in September but due to complications regarding the asset transfer of the buildings from South Lanarkshire Council the decision has been delayed until February 2017. Funding for the Educational Gardener ran out in December 2015 and the part-time contract was terminated. The work in the Horticulture Centre and the wider park has been carried out by our hard working band of volunteers under the dedicated supervision of Ernest Romer. We have also had excellent support from CCI which has allowed us to continue with the group of special needs pupils from Lanark Grammar School.

William Wallace Memorial Rose Garden

We were successful in raising funds from crowd funding and Lanark Common Good Fund to cover the cost of the Wallace Statue. It was carved by Ian Chalmers of Chainsaw Creations and arrived from Inverness in May. SLC Land Services staff assisted us in moving the statue into place. The Braveheart and Freedom roses supplied by Border Biscuits bloomed well all summer and the garden looked stunning and attracted a large number of visitors. More roses were planted in November.

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 30TH JUNE 2016

Castlebank Open Days and Fundraising

For the first time we held a Gardens Open Day under the auspices of Scotland's Gardens Scheme. Castlebank was the hub and three other beautiful gardens in the immediate vicinity took part. We were pleased with the numbers attending.

Castlebank Autumn Open Day

This was a well attended and successful day.

Castlebank Christmas Cards and Notelet Packs

100 packs of Christmas Cards were sold and most of the 50 packs of Notelets have also been sold.

Castlebank Quiz Sheets

We were grateful to Jim Fleming for making up a quiz for us to sell as a fundraising venture.

Christmas Workshops at the Horticulture Centre

We ran three successful Xmas workshops.

SLC Community Grant Award

We have received a grant from SLC's Community Grant Fund. This will allow us to purchase a second lawn mower, hedge trimmers and a small generator.

Green Flag Park

Working with SLC, we have been successful in obtaining Green Flag status for Castlebank Park. Cloburn Quarry kindly supplied 10 large rocks to create a mini 'Stonehenge' round the flagpole.

Job Centre Volunteers

We have had two job centre volunteers working in the park on Tuesdays and Thursdays.

Clydesdale Community Initiatives Support

CCI has continued to give us good support and have finished restoring the bridge at the Bog Garden.

Lanark Rotary Project

Lanark Rotary Club members have been working in the Fairy Dell planting thousands of purple crocus bulbs. This is part of a Rotary International Project to eliminate polio worldwide.

Volunteers' Christmas Meal

A donation was received towards the cost of the volunteers' night out. Fifteen volunteers attended.

HERITAGE AND TOURISM

Heritage trails

Eleanor McLean completed the Wallace Trail Booklet, 'In the Footsteps of William Wallace' and it has been widely distributed. The five signboards for the important points on the trail have been erected with funding from the Town Centre Communities Capital Fund. The design work for these was done free of charge by a young Lanark architect, Peter Magnus. The Lanark Heritage Walks booklet has been a great success and is currently being reprinted.

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 30TH JUNE 2016

Lanark Station

With the help of Lanark Rotary, who provided the designs, display boards were attached to the boarded up windows of the old waiting room at Lanark Station on platform 2. These are the same designs as the banners on Lanark High Street and look most attractive.

We have received permission from Scotrail to renovate an unused room at Lanark Station to create an Information Room telling the story of Transport in the Lanark area from the Romans to the present day. The renovation will cost in excess of £60,000 and we have been allocated grants from Scotrail Community Regeneration Fund and from the Railway Heritage Trust to cover the total cost of this project. Work has begun on the information boards which are being funded by the Town Centre Communities Capital Grant.

Old St Kentigern's

Douglas Ritchie has had meetings with members of Historic Environment Scotland and South Lanarkshire Council and work to stabilise the building will be starting imminently. Councillor Archer has agreed to work with Douglas in taking this project forward.

ARTS AND EVENTS

The Springfest and Winterfest programmes are drawn up by our part-time events organiser, Susan Gilchrist, paid for by Border Biscuits. A small committee with representatives from the Business Group, the Community Council, the Lanimer Committee and the Development Trust is working well to promote these events.

Springfest/Wallace Festival

An ambitious Springfest programme and a 2 day Wallace Festival in May covered a three week period culminating in Lanimer Week.

Winterfest

There was a comprehensive programme for the Christmas Market/ switch-on of the Christmas lights, the Late Night Opening and the Festive Taste of Lanark. The late night Lanark Illuminated Parade of Lanimer Lorries, a Santa Train, bands and reindeer were a great success bringing hundreds of people onto the streets. Businesses reported that their sales had gone up considerably. The Festive Taste of Lanark moved from a Sunday to a Saturday and was much more successful. Again, the Santa Dash of 50 or so riders in Santa costumes from the Equestrian Centre drew a large crowd. A Christmas Cookery demonstration and a Whisky Tasting workshop were also held.

The grant that LCDT received from the Town Centre Capital Fund has paid for the manufacture of 50 special brackets to hold Christmas trees and /or hanging baskets. We purchased 50 Christmas trees and LED lights. These were offered to businesses throughout the town centre and were kindly erected by Gilchrist Plants who have also offered to store them. We plan to sell hanging baskets to the businesses in the spring.

The Tolbooth was open as a festival hub for the duration of the Winter Festival to raise funds. Additionally, Eleanor McLean has raised funds from sales of duck food at Lanark Loch.

The Town Centre Capital Fund has paid for two giant electronic Touch Screens which have been erected outside the Memorial Hall and in the Tolbooth Plaza. They were live in time for

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 30TH JUNE 2016

the Winter Festival and the public have made good use of them to find out what is going on in the town. We are grateful to Andy Alston of Border Biscuits who is keeping them updated and Jamie Hill who organised this project.

LANARK VISION

Lanark's Vision Group has delivered a number of excellent projects which have benefited the Community. These are achievements which are all the more commendable when it is borne in mind that they have been delivered entirely by volunteers and loyal supporters who have contributed in cash and kind to this effort.

To compensate to some extent for the lack of a paid executive, the Board of LCDT set up an Executive Group to carry forward a range of projects. The establishment of this group has allowed us to involve others not directly involved with LCDT, but who share the Lanark's Vision, and have expertise to bring to the table, and the capacity and will to make a contribution.

A Business Gateway Portal has now been established in the offices of RC McLeish and is making good progress.

Working in partnership with Lanark Rotary, a feasibility study is being carried out into the possibility of re-opening the public toilets at the Horsemarket.

Looking forward it is clear that Lanark has many more challenges and opportunities to be addressed, and we have to find new routes to funding or our successes will be constrained. Increasingly the traditional funding sources are looking for more Community involvement rather than just an organisation seeking handouts, and there is a current initiative being pursued by the 'Vision for Business' team within the executive group to address this.

Application has been made to the Scottish Government to see if we can secure funding to support a study into the possibility of setting up a Business Improvement District for Lanark and the surrounding community, and we are hopeful that this can be underway early in 2017. Our business improvement district would be branded 'Lanark's Vision for business', and would involve the business community in identifying and delivering on key projects which would be of benefit to business, and hence to the community as a whole.

LCDT through its Executive Group is taking the lead on this as a catalyst to get things started, but in the longer term the 'Vision for Business' would be run largely by business representatives for the benefit of the businesses who operate in our area.

TOWN GROUP

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

FINANCIAL REVIEW

During the year £63,713 (2015 - £41,693) of income has been recorded, of which £61,876 (2015 - £37,995) is restricted grant income towards specific projects. Total expenditure amounted to £79,763 (2015 - £53,032) resulting in a deficit of £16,050 (2015 - £11,339) which is deducted from reserves brought forward, making total reserves of £239,956 (2015 -

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 30TH JUNE 2016

£256,006) at 30 June 2016.

The funds of the Trust are applied solely for the promotion and furtherance of its aims and objectives. The trustees' principal aim is to safeguard the Trust's reserves and to this end a low risk bank account is utilised. There is no set policy to determine the level of reserves which need to be retained by the Trust.

PLANS FOR FUTURE PERIODS

The Trustees will continue to progress the above initiatives including the Lanark Vision, Castlebank Park Horticultural Training Centre, St Kentigern's Church restoration and business regeneration initiatives.

Membership recruitment and community engagement efforts will continue to be a priority. Membership of the Trust is currently 111 and there are 98 Friends of Castlebank.

RESPONSIBILITIES OF THE TRUSTEES

The charity's trustees 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).

The law applicable to charities in Scotland 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 charity and of the incoming resources and application of resources of the charity 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 accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), and the provisions of the Trust deed. 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

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

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 30TH JUNE 2016

INDEPENDENT EXAMINER

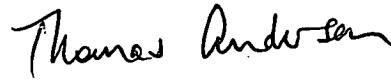
Russell Watson, a member of the Institute of Chartered Accountants of Scotland, of I. A. Stewart & Co. has been re-appointed as independent examiner for the ensuing year.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

Registered office:
Mechanics Workshop
New Lanark
Lanark
Scotland
ML11 9DB

Signed on behalf of the trustees



Mr T Anderson
Company Secretary

28 February 2017

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

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

YEAR ENDED 30TH JUNE 2016

I report on the accounts of the company for the year ended 30th June 2016 which are set out on pages 10 to 18.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER

The 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 (the 2005 Act) and the Charities Accounts (Scotland) Regulations 2006 (as amended) (the 2006 Accounts Regulations). The company's trustees consider that the audit requirements of Regulation 10(1)(a) to (c) of the 2006 Accounts Regulations do not apply. It is my responsibility to examine the accounts as required under section 44(1)(c) of the 2005 Act and to state whether particular matters have come to my attention. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for my work, for this report, or for the opinions I have formed.

BASIS OF INDEPENDENT EXAMINER'S STATEMENT

My examination is carried out in accordance with the Regulation 11 of the 2006 Accounts Regulations. An examination includes a review of the accounting records kept by the company and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, 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 accounts.

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

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

YEAR ENDED 30TH JUNE 2016

INDEPENDENT EXAMINER'S STATEMENT

In the course of my examination, no matter has come to my attention:

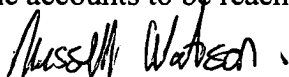
(1) which gives me reasonable cause to believe that in any material respect the requirements:

- 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 which accord with the accounting records, comply with the accounting requirements of section 44(1)(b) of the 2005 Act and Regulation 8 of the 2006 Accounts Regulations and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

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.

Russell Watson



Member of the Institute of Chartered Accountants of Scotland
Independent examiner

I. A. Stewart & Co.
The Mechanics Workshop
New Lanark
ML11 9DB

28 February 2017

The notes on pages 12 to 18 form part of these financial statements.

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

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

YEAR ENDED 30TH JUNE 2016

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £	Total Funds 2015 £
INCOME AND ENDOWMENTS					
Donations and legacies	2	1,629	—	1,629	1,589
Income from charitable activities	3	—	61,876	61,876	39,195
Other trading activities	4	208	—	208	909
TOTAL INCOME		<u>1,837</u>	<u>61,876</u>	<u>63,713</u>	<u>41,693</u>
EXPENDITURE					
Expenditure on charitable activities	5/6	(704)	(79,059)	(79,763)	(53,032)
TOTAL EXPENDITURE		<u>(704)</u>	<u>(79,059)</u>	<u>(79,763)</u>	<u>(53,032)</u>
NET EXPENDITURE AND NET MOVEMENT IN FUNDS FOR THE YEAR					
	7	1,133	(17,183)	(16,050)	(11,339)
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>6,353</u>	<u>249,653</u>	<u>256,006</u>	<u>267,345</u>
TOTAL FUNDS CARRIED FORWARD		<u>7,486</u>	<u>232,470</u>	<u>239,956</u>	<u>256,006</u>

The Statement of financial activities includes all gains and losses in the year.

All of the above amounts relate to continuing activities.

The notes on pages 12 to 18 form part of these financial statements.

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

BALANCE SHEET

30TH JUNE 2016

	Note	2016 £	2015 £
FIXED ASSETS			
Tangible assets	9	208,609	235,891
CURRENT ASSETS			
Debtors	10	9,557	7,132
Cash at bank and in hand		25,985	14,173
		<u>35,542</u>	<u>21,305</u>
CREDITORS: Amounts falling due within one year	11	<u>(4,195)</u>	<u>(1,190)</u>
NET CURRENT ASSETS		31,347	20,115
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>239,956</u>	<u>256,006</u>
FUNDS OF THE CHARITY			
Restricted income funds	12	232,470	249,653
Unrestricted income funds	13	7,486	6,353
TOTAL CHARITY FUNDS		<u>239,956</u>	<u>256,006</u>

For the year ended 30th June 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements were approved by the members of the committee and authorised for issue on the 28 February 2017 and are signed on their behalf by:

Mrs S Russell
Trustee



Company Registration Number: SC360621

The notes on pages 12 to 18 form part of these financial statements.

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 2016

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention. The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015), and the requirements of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015) (SORP 2015), with the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006.

Income

All income is included in the statement of financial activities when the charity is entitled to the income, any performance related conditions attached have been met or are fully within the control of the charity, the income is considered probable and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Donations and legacy income is received by way of donations, legacies, grants 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, being the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market. The value of services provided by volunteers has not been included in these accounts.
- Investment income is included when receivable.
- Income from charitable trading activity is accounted for when earned.

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 2016

1. ACCOUNTING POLICIES *(continued)*

Expenditure

Expenditure is recognised on an accruals 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 raising funds comprise the costs associated with attracting donations, grants and legacies 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.
- Other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.
- All costs are allocated between the expenditure categories of the sofa on a basis designed to reflect the use of the resource

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the purposes of the charity. If parts of the unrestricted funds are earmarked at the discretion of the trustees for a particular purpose, they are designated as a separate fund. This designation has an administrative purpose only and does not legally restrict the trustees' discretion to apply the fund.

Restricted funds are funds subject to specific requirements as to their use which may be declared by the donor or with their authority or created through the legal processes, but still within the wider objects of the charity.

Fixed assets

All fixed assets are initially recorded at cost.

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 2016

1. ACCOUNTING POLICIES *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold Property - 10% on cost

Debtors

Debtors are recognised at the settlement amount. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in a transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the statement of financial activities.

Taxation

Lanark Community Development Trust is recognised as a charity by HM Revenue and Customs for the purposes of applicable taxation legislation and is therefore not subject to taxation on income and gains from charitable activities. The charity is registered for VAT.

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 2016

2. DONATIONS AND LEGACIES

	Unrestricted Funds £	Total Funds 2016 £	Unrestricted Funds £	Total Funds 2015 £
Donations				
Donation income from LCDT Association	—	—	180	180
Donations - Friends of Castlebank	<u>1,629</u>	<u>1,629</u>	<u>1,409</u>	<u>1,409</u>
	<u>1,629</u>	<u>1,629</u>	<u>1,589</u>	<u>1,589</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
Grant income	<u>—</u>	<u>61,876</u>	<u>61,876</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2015 £
Grant income	<u>1,400</u>	<u>37,795</u>	<u>39,195</u>

4. OTHER TRADING ACTIVITIES

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
Fundraising events income	<u>208</u>	<u>—</u>	<u>208</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2015 £
Fundraising events income	<u>709</u>	<u>200</u>	<u>909</u>

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

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 2016

5. COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
Advancement of the community of Lanark	<u>704</u>	<u>79,059</u>	<u>79,763</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2015 £
Advancement of the community of Lanark	<u>867</u>	<u>52,165</u>	<u>53,032</u>

6. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Activities undertaken directly £	Total Funds 2016 £	Total Funds 2015 £
Advancement of the community of Lanark	<u>79,763</u>	<u>79,763</u>	<u>53,032</u>

7. NET OUTGOING RESOURCES FOR THE YEAR

This is stated after charging:

	2016 £	2015 £
Staff pension contributions	575	893
Depreciation	<u>27,282</u>	<u>26,210</u>

8. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

	2016 £	2015 £
Wages and salaries	9,585	12,770
Social security costs	—	—
Other pension costs	575	893
	<u>10,160</u>	<u>13,663</u>

No remuneration was paid to a trustee or a person connected to a trustee in the year.

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 2016

8. STAFF COSTS AND EMOLUMENTS *(continued)*

Particulars of employees:

The average number of employees during the year, was as follows:

	2016	2015
	No.	No.
Number of administrative staff	<u>1</u>	<u>1</u>

No employee received remuneration of more than £60,000 during the year (2015 - Nil).

9. TANGIBLE FIXED ASSETS

	Leasehold Property £
COST	
At 1st July 2015 and 30th June 2016	<u>272,815</u>
DEPRECIATION	
At 1st July 2015	36,924
Charge for the year	<u>27,282</u>
At 30th June 2016	<u>64,206</u>
NET BOOK VALUE	
At 30th June 2016	<u>208,609</u>
At 30th June 2015	<u>235,891</u>

10. DEBTORS

	2016	2015
	£	£
Income tax recoverable	3	3
Other debtors	2,534	109
Prepayments	<u>7,020</u>	<u>7,020</u>
	<u>9,557</u>	<u>7,132</u>

11. CREDITORS: Amounts falling due within one year

	2016	2015
	£	£
Other creditors	<u>4,195</u>	<u>1,190</u>

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30TH JUNE 2016

12. RESTRICTED INCOME FUNDS

	Balance at 1 Jul 2015 £	Income £	Expenditure £	Balance at 30 Jun 2016 £
Grants received	<u>249,653</u>	<u>61,876</u>	<u>(79,059)</u>	<u>232,470</u>

13. UNRESTRICTED INCOME FUNDS

	Balance at 1 Jul 2015 £	Income £	Expenditure £	Balance at 30 Jun 2016 £
General Funds	<u>6,353</u>	<u>1,837</u>	<u>(704)</u>	<u>7,486</u>

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible fixed assets £	Net current assets £	Total £
Restricted Income Funds:			
Grant fund	208,609	23,861	232,470
Unrestricted Income Funds	–	7,486	7,486
Total Funds	<u>208,609</u>	<u>31,347</u>	<u>239,956</u>

15. RELATED PARTY TRANSACTIONS

There were no transactions with related parties nor were there any expenses paid to trustees in the year.

16. 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 under section 505 of the Taxes Act 1988. The Scottish Charity number is SC040584.

17. CONTINGENCIES

The trustees have confirmed that there were no contingent liabilities which should be disclosed at 30th June 2016.

18. CAPITAL COMMITMENTS

The trustees have confirmed that there were no capital commitments at 30th June 2016.

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

MANAGEMENT INFORMATION

YEAR ENDED 30TH JUNE 2016

**The following pages do not form part of the statutory financial statements
which are the subject of the independent examiner's report on pages 8 to 9.**

LANARK COMMUNITY DEVELOPMENT TRUST COMPANY LIMITED BY GUARANTEE

DETAILED STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 30TH JUNE 2016

	2016 £	2015 £
INCOMING RESOURCES		
DONATIONS AND LEGACIES		
Donation income from LCDT Association	–	180
Donations - Friends of Castlebank	1,629	1,409
	<u>1,629</u>	<u>1,589</u>
Fundraising events income	208	909
INCOME FROM CHARITABLE ACTIVITIES		
Grant income	61,876	39,195
	<u>61,876</u>	<u>39,195</u>
TOTAL INCOME	<u>63,713</u>	<u>41,693</u>
EXPENDITURE		
CHARITABLE ACTIVITIES		
Purchases	2,000	20
Wages and salaries	9,585	12,770
Pension costs	575	893
Rent	–	39
Rates and water	834	978
Insurance	282	148
Cleaning costs	570	470
Motor and travel costs	382	72
Accountancy fees	–	200
Telephone	200	139
Postage and stationery	2,138	1,417
Depreciation	27,282	26,210
Project development costs	35,655	8,937
Website costs	60	60
Sundries	200	679
	<u>79,763</u>	<u>53,032</u>
TOTAL EXPENDITURE	<u>79,763</u>	<u>53,032</u>
NET OUTGOING RESOURCES FOR THE YEAR	<u>(16,050)</u>	<u>(11,339)</u>