

'Registrar'

COMPANY REGISTRATION NUMBER: SC406449
CHARITY REGISTRATION NUMBER: SC042835

Merkinch Partnership Ltd
Company Limited by Guarantee
Unaudited Financial Statements
31 March 2017



RITSONS

Chartered Accountants
Forbes House
36 Huntly Street
Inverness
IV3 5PR

Merkinch Partnership Ltd
Company Limited by Guarantee
Financial Statements
Year ended 31 March 2017

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Merkinch Partnership Ltd
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report)
Year ended 31 March 2017

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2017.

Reference and administrative details

Registered charity name	Merkinch Partnership Ltd
Charity registration number	SC042835
Company registration number	SC406449
Principal office and registered office	4 Grant Street Inverness Highland IV3 8BL

The trustees

Mr Brian Kerr	
Mr Alistair Locke	
Ms Yvonne Stewart	
Mr Richard Laird	
Mr David Lynch	(Appointed 9 November 2016)
Mrs Elizabeth McGee	(Appointed 9 November 2016)
Mrs Elizabeth McArdle	(Retired 21 November 2016)
Mrs Jessica Reynolds	(Retired 10 November 2016)
Mrs Heather Byrne	(Retired 15 September 2016)
Mr Garry Wells	(Retired 10 November 2016)

Company secretary	Mr Terry Ellison
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Accountants	Ritsons Chartered Accountants Forbes House 36 Huntly Street Inverness IV3 5PR
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Merkinch Partnership Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2017

Structure, governance and management

Governing Document

The organisation is a charitable company limited by guarantee incorporated on 31 August, 2011. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed by its Articles of Association. In the event if the company being wound up, members are required to contribute an amount not exceeding £1.

Recruitment and Appointment of Board of Directors

The directors of the company are also charity trustees for the purposes of charity law. Members of the company may apply in writing to join the board. Applications are accepted at any time up to the commencement of the annual general meeting and are voted upon by the members present at that meeting. Directors may be co-opted by the board during the year. Co-opted members must stand down at the annual general meeting and offer themselves for re-election. New members of the board receive an induction with a briefing on the company's constitution, embodied in the Memorandum and Articles of Association. The induction process also includes a review of the management handbook which covers the financial procedures and responsibilities for directors. Directors are encouraged to attend training courses relevant to their duties and responsibilities.

Risk Management

The board of directors meet monthly with the exception of July and December and at other times if considered appropriate. Minutes are retained in respect of all meetings. The directors actively review the principal risks faced by the company and have internal control policies and procedures in place which provide reasonable but not absolute assurance against material miss-statement or loss. Day to day management of the charitable company is delegated to the Project Manager who operates within authority limits set and monitored by the board. The Project Manager and the board identify measurable targets for the key areas of activity. Progress against these targets is set out in the annual report available to all members. All directors are aware of the organisational risks involved in running the company.

Organisational Structure

Merkinch Partnership Ltd is governed by a board of directors comprising a maximum of 10 and a minimum of 3 members. The board meets monthly. The chief executive also attends but does not vote. Sub groups are set up as required to deal with areas such as staffing and finance. When staff are recruited a board member will sit on the selection panel.

Objectives and activities

The company is committed to assisting the community through the objectives of the charity which are:

- The advancement of citizenship or community development
- The advancement of public participation in sport
- To the provision of recreational facilities, or the organisation of recreational activities, with the object of improving the conditions of life for the persons for whom the facilities or activities are primarily intended
- The promotion of equality and diversity and
- Any other purpose that may reasonably be regarded as analogous to any of the preceding purposes.

Merkinch Partnership Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2017

Achievements and performance

During the reporting period Merkinch Partnership delivered a range of activities and programmes in the local Merkinch community:

- Community Work Clubs and the Employability Skills Programme as the way out of poverty and the generational cycle of benefit dependency and economic inactivity.
- Employability skills courses, workshops and one to one tuition focusing on practical job seeking skills.
- Merkinch Activity Group targeting local people who are experiencing loneliness and social isolation.
- Supported Volunteer programme which offers a range of training and health improvement opportunities.
- Supported Employment programme for young unemployed people aged 16 to 24 years, providing opportunities to take part in training, volunteering, work experience and employment.
- Active Merkinch programme which incorporates Merkinch Football Academy, Merkinch Community Sports Hub, volunteering opportunities and health and nutrition workshops.
- An advice and support service to local community groups on a range of issues - governance, funding, financial and administrative management, training opportunities and liaison with stakeholders.

During 2016-17 Merkinch Partnership operated with six Directors.

A total of five Board meetings were held during the period, with a fixed agenda including financial reports and project updates.

Financial review

The company's policy is to retain sufficient funds to cover its financial and legal obligations and to allow it to develop its existing services and adjust them in light of the needs of the community. The sum required is re-assessed each year according to the circumstances of the company. This approach is necessary because the company has significant financial commitments which extend beyond a twelve month period whereas funding for the company's activities is largely secured on an annual basis.

At 31st March 2017, the balance sheet reserves totalled £57,726. Of this figure restricted reserves amounted to £14,143 and unrestricted reserves amounted to £43,583. Of the company's unrestricted funds £762 was invested in fixed assets.

Merkinch Partnership Ltd

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2017

Plans for future periods

We will continue to deliver our priorities as agreed in our current three year Development Plan:

- **Employability**

We will work with people in our community aged from 16 to 70 years who are unemployed and economically inactive, supporting them to build skills, experience and confidence and achieve qualifications so that they can move into sustained employment and improve their economic circumstances.

- **Social Isolation**

We will address the issues of loneliness and social isolation which are harmful to our health: research shows that lacking social connections is as damaging to our health as smoking 15 cigarettes a day. Social networks and friendships not only have an impact on reducing the risk of mortality or developing certain diseases, but they also help individuals to recover when they do fall ill. We will provide opportunities for people to make new links and build healthy, positive networks and relationships within their own community.

- **Developing young people**

We will work with young people in our community aged from 16 to 24 years to address the issues of lack of skills, confidence, attainment and qualifications. We will provide a range of employability and personal development move into activities which will help young people to move into employment, education or training.

- **Health improvement**

We will address the issue of health inequalities in our community through providing a range of health improvement and learning activities for people of all ages, encouraging them to lead more active and healthy lives and make healthier and more positive lifestyle choices.

Small company provisions

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

The trustees' annual report was approved on**04 OCT 2017** and signed on behalf of the board of trustees by:

Mr Alistair Locke
Trustee



Mr Richard Laird
Trustee



Merkinch Partnership Ltd

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Merkinch Partnership Ltd

Year ended 31 March 2017

I report on the financial statements for the year ended 31 March 2017, which are set out on pages 6 to 16. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and its members as a body and its trustees, for my independent examination work, for this report, or for the opinions I have formed.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors of the company 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 trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the 2006 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 independent examiner's report

My examination is carried out in accordance with Regulation 11 of the 2006 Accounts Regulations. 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 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.

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 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.



Daniel Palombo MA (Hons) C.A.
Independent examiner

Forbes House
36 Huntly Street
Inverness
IV3 5PR

5 October 2017

Merkinch Partnership Ltd
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)

31 March 2017

		Unrestricted funds £	2017 Restricted funds £	Total funds £	2016 Total funds £
	Note				
Income and endowments					
Donations and legacies	5	84,000	92,365	176,365	174,626
Other trading activities	6	5,110	—	5,110	4,325
Investment income	7	4	—	4	11
Total income		<u>89,114</u>	<u>92,365</u>	<u>181,479</u>	<u>178,962</u>
Expenditure					
Expenditure on charitable activities	8,9	69,319	103,835	173,154	157,779
Total expenditure		<u>69,319</u>	<u>103,835</u>	<u>173,154</u>	<u>157,779</u>
Net income		<u>19,795</u>	<u>(11,470)</u>	<u>8,325</u>	<u>21,183</u>
Transfers between funds		564	(564)	—	—
Net movement in funds		<u>20,359</u>	<u>(12,034)</u>	<u>8,325</u>	<u>21,183</u>
Reconciliation of funds					
Total funds brought forward		23,224	26,177	49,401	28,218
Total funds carried forward		<u>43,583</u>	<u>14,143</u>	<u>57,726</u>	<u>49,401</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 8 to 16 form part of these financial statements.

Merkinch Partnership Ltd
Company Limited by Guarantee
Statement of Financial Position

31 March 2017

		2017		2016
		£	£	£
Fixed assets				
Tangible fixed assets	15		2,324	1,671
Current assets				
Debtors	16	—		450
Cash at bank and in hand		69,678		49,899
		<u>69,678</u>		<u>50,349</u>
Creditors: amounts falling due within one year	17	<u>14,276</u>		<u>2,619</u>
Net current assets			<u>55,402</u>	<u>47,730</u>
Total assets less current liabilities			<u>57,726</u>	<u>49,401</u>
Net assets			<u>57,726</u>	<u>49,401</u>
Funds of the charity				
Restricted funds			14,143	26,177
Unrestricted funds			43,583	23,224
Total charity funds	19		<u>57,726</u>	<u>49,401</u>

For the year ending 31 March 2017 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

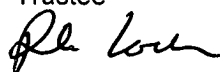
Trustees' responsibilities:

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

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 04 OCT 2017 and are signed on behalf of the board by:

Mr Alistair Locke
Trustee



Mr Richard Laird
Trustee



The notes on pages 8 to 16 form part of these financial statements.

Merkinch Partnership Ltd
Company Limited by Guarantee
Notes to the Financial Statements
Year ended 31 March 2017

1. General information

The charity is a private company limited by guarantee, registered in England and Wales and a registered charity in Scotland. The address of the registered office is 4 Grant Street, Inverness, Highland, IV3 8BL.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities and Trustee Investment (Scotland) Act 2005 and the Charity Accounts (Scotland) Regulations 2006 (as amended).

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Transition to FRS 102

The entity transitioned from previous UK GAAP to FRS 102 as at 1 April 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 22.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Merkinch Partnership Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- 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 to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Merkinch Partnership Ltd
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 March 2017

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

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

Office Equipment	- 20% straight line
Sports Equipment	- 20% straight line
Computer Equipment	- 33% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Merkinch Partnership Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

4. Limited by guarantee

The company is limited by guarantee and has no share capital. The company is under the control of the directors.

5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
Donations			
Donations	100	—	100
Grants			
Highland Council - Deprived Area Fund	63,900	—	63,900
Highland Council – Central Ward Budget – DAF	5,000	—	5,000
The Robertson Trust	15,000	—	15,000
The Scottish Government - People and Communities Fund	—	41,040	41,040
Santander Foundation	—	—	—
Gannochy Trust	—	—	—
BBC Children in Need	—	24,000	24,000
Big Lottery Fund	—	—	—
People's Health Trust	—	14,575	14,575
Foundation Scotland	—	2,000	2,000
DTAS - Community Resilience Fund	—	7,000	7,000
Groundwork UK - Tesco Bags of Help	—	3,750	3,750
SCVO	—	—	—
	<u>84,000</u>	<u>92,365</u>	<u>176,365</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
Donations			
Donations	200	—	200
Grants			
Highland Council - Deprived Area Fund	63,900	—	63,900
Highland Council – Central Ward Budget – DAF	5,000	—	5,000
The Robertson Trust	15,000	—	15,000
The Scottish Government - People and Communities Fund	—	45,127	45,127
Santander Foundation	—	4,680	4,680
Gannochy Trust	—	8,000	8,000
BBC Children in Need	—	—	—
Big Lottery Fund	—	8,032	8,032
People's Health Trust	—	7,950	7,950
Foundation Scotland	—	2,000	2,000
DTAS - Community Resilience Fund	—	—	—
Groundwork UK - Tesco Bags of Help	—	—	—
SCVO	—	14,737	14,737
	<u>84,100</u>	<u>90,526</u>	<u>174,626</u>

Merkinch Partnership Ltd
Company Limited by Guarantee
Notes to the Financial Statements (continued)
Year ended 31 March 2017

6. Other trading activities

	Unrestricted Funds	Total Funds 2017	Unrestricted Funds	Total Funds 2016
	£	£	£	£
Miscellaneous income	2,110	2,110	2,325	2,325
HMRC Employment allowance	3,000	3,000	2,000	2,000
	<u>5,110</u>	<u>5,110</u>	<u>4,325</u>	<u>4,325</u>

7. Investment income

	Unrestricted Funds	Total Funds 2017	Unrestricted Funds	Total Funds 2016
	£	£	£	£
Bank interest receivable	4	<u>4</u>	11	<u>11</u>

8. Expenditure on charitable activities by fund type

	Unrestricted Funds	Restricted Funds	Total Funds 2017
	£	£	£
General costs	69,319	–	69,319
Big Lottery Fund	–	8,032	8,032
Volunteer Action Fund	–	240	240
Foundation Scotland	–	2,000	2,000
SCVO	–	1,766	1,766
BBC Children in Need	–	18,073	18,073
People and community Fund (PCF)	–	41,040	41,040
People's Health Trust (PHT)	–	17,923	17,923
DTAS - Community Resilience Fund	–	2,081	2,081
Gannochy Trust	–	8,000	8,000
Santander foundation	–	4,680	4,680
	<u>69,319</u>	<u>103,835</u>	<u>173,154</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2016
	£	£	£
General costs	91,048	1,606	92,654
Big Lottery Fund	–	–	–
Volunteer Action Fund	–	240	240
Foundation Scotland	–	2,000	2,000
SCVO	–	13,277	13,277
BBC Children in Need	–	–	–
People and community Fund (PCF)	–	45,006	45,006
People's Health Trust (PHT)	–	4,602	4,602
DTAS - Community Resilience Fund	–	–	–
Gannochy Trust	–	–	–
Santander foundation	–	–	–
	<u>91,048</u>	<u>66,731</u>	<u>157,779</u>

Merkinch Partnership Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

9. Expenditure on charitable activities by activity type

	Activities undertaken directly	Total funds 2017	Total fund 2016
	£	£	£
General costs	69,319	69,319	92,654
Big Lottery Fund	8,032	8,032	—
Volunteer Action Fund	240	240	240
Foundation Scotland	2,000	2,000	2,000
SCVO	1,766	1,766	13,277
BBC Children in Need	18,073	18,073	—
People and community Fund (PCF)	41,040	41,040	45,006
People's Health Trust (PHT)	17,923	17,923	4,602
DTAS - Community Resilience Fund	2,081	2,081	—
Gannochy Trust	8,000	8,000	—
Santander foundation	4,680	4,680	—
	<u>173,154</u>	<u>173,154</u>	<u>157,779</u>

10. Net income

Net income is stated after charging/(crediting):

	2017	2016
	£	£
Depreciation of tangible fixed assets	<u>1,868</u>	<u>2,223</u>

11. Independent examination fees

	2017	2016
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>2,300</u>	<u>2,471</u>

12. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2017	2016
	£	£
Wages and salaries	73,500	74,045
Social security costs	<u>6,790</u>	<u>6,812</u>
	<u>80,290</u>	<u>80,857</u>

The average head count of employees during the year was 3 (2016: 3). The average number of full-time equivalent employees during the year is analysed as follows:

	2017	2016
	No.	No.
Number of staff	<u>3</u>	<u>3</u>

No employee received employee benefits of more than £60,000 during the year (2016: Nil).

Merkinch Partnership Ltd
Company Limited by Guarantee
Notes to the Financial Statements (continued)
Year ended 31 March 2017

12. Staff costs (continued)

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the charity. The total compensation paid to key management personnel for services provided to the charity was £29,600 (2016: £29,600).

13. Trustee remuneration and expenses

- no remuneration or other benefits from employment with the charity or a related entity were received by the trustees;
- no trustee expenses have been incurred;

14. Transfers between funds

During the year £64 (2016 - £64) was transferred from the People's Community Fund to unrestricted funds to cover the depreciation charge on fixed assets.

During the year £nil (2016 - £1,142) was transferred from the People's Health Trust fund in favour of unrestricted funds to cover the depreciation charge on fixed assets.

During the year £500 was transferred from DTAS Community Resilience Fund in favour of unrestricted funds relating to administrative fees.

15. Tangible fixed assets

	Office Equipment £	Sports Equipment £	Computer Equipment £	Total £
Cost				
At 1 April 2016	4,350	9,097	12,052	25,499
Additions	398	—	2,123	2,521
At 31 March 2017	<u>4,748</u>	<u>9,097</u>	<u>14,175</u>	<u>28,020</u>
Depreciation				
At 1 April 2016	3,475	8,891	11,462	23,828
Charge for the year	537	163	1,168	1,868
At 31 March 2017	<u>4,012</u>	<u>9,054</u>	<u>12,630</u>	<u>25,696</u>
Carrying amount				
At 31 March 2017	<u>736</u>	<u>43</u>	<u>1,545</u>	<u>2,324</u>
At 31 March 2016	<u>875</u>	<u>206</u>	<u>590</u>	<u>1,671</u>

16. Debtors

	2017 £	2016 £
Trade debtors	<u>—</u>	<u>450</u>

Merkinch Partnership Ltd

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2017

17. Creditors: amounts falling due within one year

	2017	2016
	£	£
Accruals and deferred income	10,761	2,618
Social security and other taxes	3,515	—
	<u>14,276</u>	<u>2,618</u>

18. Deferred income

	2017	2016
	£	£
Amount deferred in year	<u>8,720</u>	<u>—</u>

Deferred income comprises a grant from Awards For All Scotland which the donor has specified must be used in future accounting periods.

19. Analysis of charitable funds

Unrestricted funds

	At 1 April 2016	Income	Expenditure	Transfers	At 31 March 2017
	£	£	£	£	£
Unrestricted Funds	<u>23,224</u>	<u>89,114</u>	<u>(69,319)</u>	<u>564</u>	<u>43,583</u>

Restricted funds

	At 1 April 2016	Income	Expenditure	Transfers	At 31 March 2017
	£	£	£	£	£
People and Communities Fund	111	41,040	(41,040)	(64)	47
People's Health Trust	3,348	14,575	(17,923)	—	—
Voluntary Action Fund	240	—	(240)	—	—
SCVO	1,766	—	(1,766)	—	—
Santander Foundation	4,680	—	(4,680)	—	—
Gannochy Trust	8,000	—	(8,000)	—	—
Big Lottery Fund	8,032	—	(8,032)	—	—
BBC Children in Need	—	24,000	(18,073)	—	5,927
DTAS - Community	—	—	—	—	—
Resilience Fund	—	7,000	(2,081)	(500)	4,419
Foundation Scotland	—	2,000	(2,000)	—	—
Groundwork UK - Tesco	—	—	—	—	—
Bags of Help	—	3,750	—	—	3,750
	<u>26,177</u>	<u>92,365</u>	<u>(103,835)</u>	<u>(564)</u>	<u>14,143</u>

Merkinch Partnership Ltd
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 March 2017

20. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total Funds 2017
	£	£	£
Tangible fixed assets	762	1,562	2,324
Current assets	<u>42,821</u>	<u>12,581</u>	<u>55,402</u>
Net assets	<u>43,583</u>	<u>14,143</u>	<u>57,726</u>

21. Related parties

No trustee or other persons related to the charity had any personal interest to any contact or transaction entered into by the charity during the year.

22. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The charity transitioned to FRS 102 on 1 April 2015.

No transitional adjustments were required in the retained funds or income or expenditure for the year.