

REGISTERED COMPANY NUMBER: SC462621 (Scotland)
REGISTERED CHARITY NUMBER: SC044487

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2017
FOR
STRATHDEARN COMMUNITY DEVELOPMENTS**

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STRATHDEARN COMMUNITY DEVELOPMENTS

CONTENTS OF THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

	Page
Report of the Trustees	1 to 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8 to 13
Detailed Statement of Financial Activities	14

STRATHDEARN COMMUNITY DEVELOPMENTS

REPORT OF THE TRUSTEES for the year ended 31 March 2017

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 31 March 2017. The trustees have adopted the provisions of Accounting and Reporting by Charities: 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) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The company has been formed to benefit the community of Strathdearn with the following purposes to be exercised following the principles of sustainable development (where sustainable development means development which meets the needs of the present without compromising the ability of future generations to meet their own needs)

- To manage community land and associated assets for the benefit of the Community and the public in general.
- To provide, or assist in providing, recreational facilities, and/or organising recreational activities, which will be available to members of the Community and public at large with the object of improving the conditions of life of the Community.
- To advance community development, including urban or rural regeneration within the Community.
- To advance the education of the Community about its environment, culture, heritage and/or history.
- To advance environmental protection or improvement including preservation, sustainable development and conservation of the natural environment, the maintenance, improvement or provision of environmental amenities for the Community and/or preservation of buildings or sites of architectural, historic or other importance to the Community.

STRATHDEARN COMMUNITY DEVELOPMENTS

REPORT OF THE TRUSTEES for the year ended 31 March 2017

OBJECTIVES AND ACTIVITIES

Main achievements in the year

The company successfully took control of the village shop via the wholly owned trading subsidiary White River Trading Ltd on 8 July 2016 and continues to offer this vital amenity to the community, directly employing six full and part time staff including two fully funded support members. It is not yet self-sufficient and requires ongoing assistance from the company but until the community hub is built steps to make the shop sustainable cannot be fully implemented.

An agreement with BT Openreach was made late in 2016 to improve the broadband speeds being delivered throughout Moy and Ruthven and nearly all the residents of the area took advantage of a scheme to reduce the cost of this development to the company. It is expected to be complete at the end of 2017 and latest developments in mid-2017 indicate that the Moy area will be recipients of direct to property fibre internet.

Since April 2016 the community hub design has been revised considerably and planning approval was received in March 2017. Quantity surveyors were being asked to submit tenders by the end of March to finalise build costings. Securing funding for the building was a large portion of business throughout the year and applications and strategies were ongoing.

The new and improved website showcasing the activities, news, developments and facilities of Strathdearn was completed on time and on cost and is an excellent platform to inform residents and attract visitors. This new website can be found here: www.strathdearn.org.

A section of path at the north end of Tomatin by the Distillery was completed by April 2016 with only signage and other finishings required. However, build specifications for the section between the village hall and Juniper Drive were markedly raised, resulting in a significant increase in cost. As a result, the project has been largely halted until an agreeable solution with local authorities can be reached.

The Highland Home Care scheme continues to operate throughout the strath at minimal cost to the company and remains very popular with clients, staff, residents and external parties. As at 31 March 2017 there were approximately seven clients using the scheme employing seven local carers.

The Moy windfarm was commissioned on 18 April 2016 and an agreement was reached where the annual proceeds would be paid to the company to be managed on behalf of Strathdearn but with particular favour towards Moy. Due to prolonged legal negotiations, the initial payment was received in August 2017.

The accounting and invoicing software, Quickbooks, was widely adopted at the start of 2017 and has allowed the company to be more informed more quickly about financial conditions and performances on all interests. The software let the village hall replace its outdated invoicing system at the start of the year and is partially responsible for the reduction in hours required for the new hall manager and has helped the reduction in outstanding creditors.

Two staff members were employed in June 2016, one primarily for community project assistance and one for White River Trading Ltd administration, and this had increased to three funded posts by 31 March 2017. These staff are fully funded by the Strengthening Communities Programme grant and were largely responsible for the company managing such an increase in activities in the year. It was confirmed at the end of March that the grant would be renewed for another year to March 2018.

FINANCIAL REVIEW

Investment policy and objectives

The company continues the policy of holding a small balance in two current accounts where possible with the majority of funds being held on deposit in easy access savings accounts in order to maximise return without disrupting cash flow. As at 31 March 2017, the combined balance of the easy access savings accounts was £219,084.

Reserves policy

The charity's policy is to retain sufficient funds to cover its financial and legal obligations and allow it to develop and expand its existing activities. The sum required will be re-assessed each year according to the activities being undertaken.

Donations and legacies

In 2016 donations and legacies totalling £896,764 were received. Included in this amount was a gift of tangible fixed assets amounting to £344,286 from Strathdearn Village Hall, a charitable trust which was subsequently wound up.

STRATHDEARN COMMUNITY DEVELOPMENTS

REPORT OF THE TRUSTEES for the year ended 31 March 2017

FUTURE PLANS

A sub-committee of Moy residents will be put together to assist the company in fairly distributing the Moy wind farm proceeds.

The paths section from the distillery to the village shop should be completed mid-2017 and outstanding snagging on the completed sections will be addressed. The main section between the hall and Juniper Drive continues to be difficult to resolve but the company continues to work with those who can alleviate some of the burdens of the raised build specification.

The Highland Home Care scheme will continue to be supported and promoted as it is now viewed as an essential service to the area.

In mid-2017, a formal conditional offer of a loan facility was received from Social Investment Scotland for £900,000 and an application for a grant from Big Lottery for £1,000,000 was submitted which is expected to be reviewed later in the year. It is expected that some further applications can be submitted over the remainder of the year.

Broadband improvements in Moy and Ruthven are expected to be complete by the end of the year with higher than initially agreed to improvements being made and the company is actively pursuing options for upgrading internet to other parts of Strathdearn, particularly sections up the glen to the south of Tomatin.

The Strengthening Communities Programme grant was confirmed to continue to March 2018 although no comment can be made if this would be extended yet further.

Negotiations on an extension of the existing lease for the shop premises is ongoing and it is hoped a reasonable agreement can be reached that will allow the amenity to continue to the time the community hub is ready. In the meantime, the shop remains under constant review and all reasonable steps are being taken to keep the community from further amenity loss.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006 and was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

Recruitment and appointment of new trustees

The trustees are appointed from the Ordinary members to ensure a spread of skills and experience with up to one individual appointed by Strathdearn Community Council, or its successors, and by Strathdearn Community Charitable Trust. Up to two individuals can be co-opted to the board as trustees.

Organisational structure

Strathdearn Community Developments is registered as a charity and a limited company. The structure of the company comprises of three levels of members and a maximum of ten board directors. There has been a very large increase in membership numbers across all levels in the past year, driven in particular by community fundraising events and more effective communication and advertising about the projects the company is undertaking on behalf of the community. As at 31 March 2017, there are one hundred and forty two ordinary members (up almost thirty from the previous year), twelve associate members (up five), and seven junior members (up seven). The board consists of five elected trustees as appointed by the ordinary members, one trustee appointed by the Strathdearn Community Council, one trustee appointed by the Strathdearn Community Charitable Trust and one trustee co-opted by the Board.

Induction and training of new trustees

New trustees are provided with a copy of the company articles which outline the purposes and governing rules of the company as well as guidance to the rights and behaviours expected of all company members and trustees. New trustees are required to complete a personal Register of Interest at the start of their term to prevent conflicts of interest. Trustees may be allocated an area or project of responsibility which complements their individual experience or skill set.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC462621 (Scotland)

Registered Charity number

SC044487

STRATHDEARN COMMUNITY DEVELOPMENTS

REPORT OF THE TRUSTEES for the year ended 31 March 2017

REFERENCE AND ADMINISTRATIVE DETAILS

Registered office

Company Secretary
Strathdearn Village Hall
Tomatin
Inverness-shire
IV13 7YN

Trustees

Lord J A MacPherson	- resigned 30/5/2017
Mr D M Bryden	
Dr R A Cooling	
Mr S S Cormack	
Mrs M S Saunders	
Mr F Roden	
Mr J A Duncan	
Ms H Garmston	- appointed 29/6/2017
Mrs A J Gardner	- appointed 8/12/2016

Company Secretary

Mr E A Cameron-Mackintosh

Independent examiner

John Fraser
Chartered Accountant
MacKenzie Kerr Limited
Chartered Accountants
Redwood
19 Culduthel Road
Inverness
IV2 4AA

Bankers

Royal Bank of Scotland plc
Inverness Chief Office
29 Harbour Road
Inverness
IV1 1NU

Solicitors

Macleod & MacCallum Inverness Limited
Solicitors, Estate Agents and Financial Advisers
28 Queensgate
Inverness
IV1 1YN

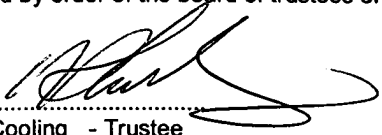
Morton Fraser
Quatermile Two
2 Lister Square
Edinburgh
EH3 9GL

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 23 September 2017 and signed on its behalf by:


.....
Dr R A Cooling - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
STRATHDEARN COMMUNITY DEVELOPMENTS**

I report on the accounts for the year ended 31 March 2017 set out on pages six to thirteen.

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.



John Fraser
Chartered Accountant
MacKenzie Kerr Limited
Chartered Accountants
Redwood
19 Culduthel Road
Inverness
IV2 4AA

Date: 25 September 2017

STRATHDEARN COMMUNITY DEVELOPMENTS

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) for the year ended 31 March 2017

		Unrestricted fund	Restricted funds	2017 Total funds	2016 Total funds
	Notes	£	£	£	£
INCOME AND ENDOWMENTS FROM					
Donations and legacies		296,793	42,379	339,172	896,764
Charitable activities					
Hall hire		8,959	-	8,959	6,954
Investment income	2	<u>4,881</u>	<u>(1)</u>	<u>4,880</u>	<u>3,427</u>
Total		310,633	42,378	353,011	907,145
 EXPENDITURE ON					
Charitable activities	3				
Development projects		172,491	38,822	211,313	103,292
Hall hire		<u>13,021</u>	<u>-</u>	<u>13,021</u>	<u>17,361</u>
Total		185,512	38,822	224,334	120,653
 NET INCOME/(EXPENDITURE)		125,121	3,556	128,677	786,492
 Transfers between funds	13	<u>2,148</u>	<u>(2,148)</u>	<u>-</u>	<u>-</u>
 Net movement in funds		127,269	1,408	128,677	786,492
 RECONCILIATION OF FUNDS					
Total funds brought forward		747,778	-	747,778	(38,714)
 TOTAL FUNDS CARRIED FORWARD		<u>875,047</u>	<u>1,408</u>	<u>876,455</u>	<u>747,778</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

STRATHDEARN COMMUNITY DEVELOPMENTS (REGISTERED NUMBER: SC462621)

BALANCE SHEET

At 31 March 2017

	Notes	Unrestricted fund £	Restricted funds £	2017 Total funds £	2016 Total funds £
FIXED ASSETS					
Tangible assets	10	329,638	2,148	331,786	338,020
CURRENT ASSETS					
Debtors	11	275,731	-	275,731	3,896
Cash at bank and in hand		<u>273,260</u>	<u>(740)</u>	<u>272,520</u>	<u>429,206</u>
		548,991	(740)	548,251	433,102
CREDITORS					
Amounts falling due within one year	12	(3,582)	-	(3,582)	(23,344)
NET CURRENT ASSETS/(LIABILITIES)		<u>545,409</u>	<u>(740)</u>	<u>544,669</u>	<u>409,758</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>875,047</u>	<u>1,408</u>	<u>876,455</u>	<u>747,778</u>
NET ASSETS		<u>875,047</u>	<u>1,408</u>	<u>876,455</u>	<u>747,778</u>
FUNDS	13				
Unrestricted funds				875,047	747,778
Restricted funds				<u>1,408</u>	<u>-</u>
TOTAL FUNDS				<u>876,455</u>	<u>747,778</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2017.

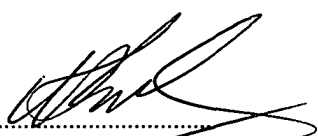
The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2017 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- 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.

The financial statements were approved by the Board of Trustees on 23 September 2017 and were signed on its behalf by:


Dr R A Cooling - Trustee

The notes form part of these financial statements

STRATHDEARN COMMUNITY DEVELOPMENTS

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 2017

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: 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) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' EFA, the and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably. All income is Vat inclusive. All donations in kind are included at cost and where they relate to assets are included in both income and the balance sheet in the year of donation/transfer.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. 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

Tangible fixed assets held for the company's own use are stated at cost less accumulated depreciation and accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their residual value, over their expected useful lives as follows:

Land and buildings	-	2% on cost
Improvements to property	-	20% on cost
Furniture, fittings and equipment	-	15% reducing balance
Computer equipment	-	50% on cost

At each balance sheet date, the company reviews the carrying amount of its tangible fixed assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss, if any. Where it is not possible to estimate the recoverable amount of the asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Assets below £100 are not capitalised.

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.

Designated funds are funds set aside by the trustees out of unrestricted funds for specific future purposes or projects.

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.

STRATHDEARN COMMUNITY DEVELOPMENTS**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**
for the year ended 31 March 2017**1. ACCOUNTING POLICIES - continued****Debtors and creditors receivable / payable within one year**

Debtors and creditors with no stated interest and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Debtors receivable after one year

Debtors attracting interest at 6% and receivable after one year are recorded at transaction price plus interest to date as there are no fixed terms of repayment. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

2. INVESTMENT INCOME

	2017 £	2016 £
Deposit account interest	3,935	3,427
Loan interest on borrowing to trading company	945	-
	<u>4,880</u>	<u>3,427</u>

3. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 4) £	Support costs (See note 5) £	Totals £
Development projects	191,600	19,713	211,313
Hall hire	12,837	184	13,021
	<u>204,437</u>	<u>19,897</u>	<u>224,334</u>

4. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2017 £	2016 £
Grant funded staff costs for SCD and trading company	34,887	-
Room hire	488	-
Rates and water	-	249
Insurance	1,755	1,425
Light and heat	1,801	1,686
Telephone	837	653
Hall management costs	8,080	4,440
Hall maintenance costs	6,928	3,812
Project Development Officer	34,375	31,875
Project costs – hub design development, preparation surveys, planning	70,459	35,156
- paths construction and other development costs	24,768	4,140
- other projects	210	4,074
Mileage expenses	2,949	2,177
Legal and professional fees	334	1,559
Postage, stationery & misc	1,426	1,035
New website and ongoing maintenance	3,402	379
Training	556	-
Depreciation	11,182	8,962
	<u>204,437</u>	<u>101,622</u>

STRATHDEARN COMMUNITY DEVELOPMENTS

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the year ended 31 March 2017

5. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Development projects	-	19,713	19,713
Hall hire	86	98	184
	<u>86</u>	<u>19,811</u>	<u>19,897</u>

6. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2017 £	2016 £
Depreciation - owned assets	11,182	8,962
Other operating leases	<u>488</u>	<u>-</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2017 nor for the year ended 31 March 2016.

Trustees' expenses

There was 1 trustee's expenses paid for the year ended 31 March 2017 of £91 and none for the year ended 31 March 2016.

8. GRANT FUNDED STAFF COSTS FOR SCD AND TRADING COMPANY

	2017 £	2016 £
Wages and salaries	<u>34,887</u>	<u>-</u>

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

2017	2016
<u>2</u>	<u>-</u>

No employees received emoluments in excess of £60,000.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	896,764
Charitable activities	
Hall hire	6,954
Investment income	<u>3,427</u>
Total	907,145

STRATHDEARN COMMUNITY DEVELOPMENTS

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the year ended 31 March 2017

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £
EXPENDITURE ON	
Charitable activities	
Development projects	103,292
Hall hire	<u>17,361</u>
Total	<u>120,653</u>
NET INCOME/(EXPENDITURE)	<u>786,492</u>
RECONCILIATION OF FUNDS	
Total funds brought forward	<u>(38,714)</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>747,778</u></u>

10. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Furniture, fittings & equip £	Computer equipment £	Totals £
COST					
At 1 April 2016	334,472	1,822	9,814	874	346,982
Additions	<u>-</u>	<u>-</u>	<u>120</u>	<u>4,828</u>	<u>4,948</u>
At 31 March 2017	<u>334,472</u>	<u>1,822</u>	<u>9,934</u>	<u>5,702</u>	<u>351,930</u>
DEPRECIATION					
At 1 April 2016	6,689	364	1,472	437	8,962
Charge for year	<u>6,689</u>	<u>364</u>	<u>1,269</u>	<u>2,860</u>	<u>11,182</u>
At 31 March 2017	<u>13,378</u>	<u>728</u>	<u>2,741</u>	<u>3,297</u>	<u>20,144</u>
NET BOOK VALUE					
At 31 March 2017	<u>321,094</u>	<u>1,094</u>	<u>7,193</u>	<u>2,405</u>	<u>331,786</u>
At 31 March 2016	<u>327,783</u>	<u>1,458</u>	<u>8,342</u>	<u>437</u>	<u>338,020</u>

11. DEBTORS

	2017 £	2016 £
Amounts falling due within one year:		
Other debtors	235,403	3,753
Prepayments	<u>334</u>	<u>143</u>
	<u>235,737</u>	<u>3,896</u>

STRATHDEARN COMMUNITY DEVELOPMENTS

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the year ended 31 March 2017

11. DEBTORS - continued

	2017 £	2016 £
Amounts falling due after more than one year:		
Amounts owed by group undertakings	<u>39,994</u>	<u>-</u>
Aggregate amounts	<u>275,731</u>	<u>3,896</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Other creditors	<u>3,582</u>	<u>23,344</u>

13. MOVEMENT IN FUNDS

	At 1/4/16 £	Net movement in funds £	Transfers between funds £	At 31/3/17 £
Unrestricted funds				
General fund	747,778	125,121	2,148	875,047
Restricted funds				
STV grant	-	1,599	(401)	1,198
Strengthening Communities Programme	-	<u>1,957</u>	<u>(1,747)</u>	<u>210</u>
	-	3,556	(2,148)	1,408
TOTAL FUNDS	<u>747,778</u>	<u>128,677</u>	<u>-</u>	<u>876,455</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	310,633	(185,512)	125,121
Restricted funds			
STV grant	2,000	(401)	1,599
Strengthening Communities Programme	<u>40,378</u>	<u>(38,421)</u>	<u>1,957</u>
	42,378	(38,822)	3,556
TOTAL FUNDS	<u>353,011</u>	<u>(224,334)</u>	<u>128,677</u>

Unrestricted funds are used in accordance with the charitable objectives at the discretion of the trustees.

STRATHDEARN COMMUNITY DEVELOPMENTS

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED **for the year ended 31 March 2017**

14. CONTINGENT LIABILITIES

At 31 March 2017, there was a loan outstanding to White River Trading Ltd which will steadily increase until the community hub is built at which point it is hoped a repayment plan will be established. Until such time, ongoing support to White River Trading Ltd will be required.

Concerning the paths project, the Board had agreed with the construction firm a cost of £58,514 plus Vat back in November 2015 but to date the company has only paid £18,062 on construction. The remaining balance on the agreement is now void as the build specification has been changed and remains undecided. This could see the estimated cost double and an agreement on this seems very distant.

15. FUTURE SPENDING COMMITMENTS

Strathdearn Community Developments signed an agreement with BT Openreach on 23 December 2016 for the sum of £100,892 to be paid in full upon completion of installation of broadband upgrades in Moy. Half (£50,446) was due on the signing of the contract but BT Openreach have yet to invoice the company for this. Under the Better Broadband Scheme, 43 Moy residents had signed up (as at April 2017) which will likely reduce the overall cost by £15,050 to £85,842. As there is a time restraint on when these can be claimed by BT Openreach under the scheme, the vouchers won't be redeemed until the money is due at the end of the project.

16. RELATED PARTY DISCLOSURES

At the year end, £39,994 (2016 - £nil) was due by White River Trading Ltd, a subsidiary.

17. POST BALANCE SHEET EVENTS

The final fee due to MAKAR for developing the community hub was not known at 31 March 2017 as the fee was tied to the final anticipated build cost. The balance due to them was £23,169 plus Vat.

STRATHDEARN COMMUNITY DEVELOPMENTS**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 March 2017**

	2017 £	2016 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	70	361,789
Grants	42,379	2,000
Windfarm income	296,723	532,950
Advertising income	-	25
	<u>339,172</u>	<u>896,764</u>
Investment income		
Deposit account interest	3,935	3,427
Loan interest on borrowing to trading company	945	-
	<u>4,880</u>	<u>3,427</u>
Charitable activities		
Hall hires	7,889	5,884
Grants	1,070	1,070
	<u>8,959</u>	<u>6,954</u>
Total incoming resources	353,011	907,145
EXPENDITURE		
Charitable activities		
Wages	34,887	-
Room hire	488	-
Rates and water	-	249
Insurance	1,755	1,425
Light and heat	1,801	1,686
Telephone	837	653
Hall management costs	8,080	4,440
Hall maintenance costs	6,928	3,812
Project Development Officer	34,375	31,875
Project costs	95,437	43,370
Mileage expenses	2,949	2,177
Legal and professional fees	334	1,559
Postage, stationery & misc	1,426	1,035
New website and ongoing maintenance	3,402	379
Training	556	-
Depreciation	11,182	8,962
	<u>204,437</u>	<u>101,622</u>
Support costs		
Finance		
Bank charges	86	100
Governance costs		
Room hire & professional fees	603	6,279
Sundries	482	50
Company secretary fees and mileage	15,172	8,278
Accountancy fees	3,554	4,324
	<u>19,811</u>	<u>18,931</u>
Total resources expended	224,334	120,653
Net (expenditure)/income	<u>128,677</u>	<u>786,492</u>

This page does not form part of the statutory financial statements