

KIRKOWAN COMMUNITY DEVELOPMENT TRUST
(A company limited by guarantee)

Annual Report & Financial Statements

For the year ended 31 JULY 2020

Company No SC510266

TUESDAY



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SCT 25/05/2021 #10
COMPANIES HOUSE

ANNUAL REPORT & FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JULY 2020

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TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 JULY 2020

The Trustees, who are also directors of Kirkcowan Community Development Trust (the Trust) for the purposes of the Companies Act 2006, are pleased to present their report and financial statements together with the independent examiner's report for the year ended 31 March 2020.

BACKGROUND

Kirkcowan is a small village within Dumfries and Galloway with a population of approximately 500 people. It is situated on the edge of the Machars region in Wigtownshire in Dumfries and Galloway and has a rich history within the woollen mills industry as well as ties to the smuggling and transfer routes for moving cattle to market down South. The landscape reflects this and there are still shelter woods on the hilltops surrounding Kirkcowan. There are also many farms spread around the Community Council area. The village has a thriving, tight knit community but struggles, like most small communities, with an increasingly elderly population, lack of employment opportunities and a lack of facilities which have seen young people moving away from the village.

OBJECTS & ACTIVITIES

The objectives of the Trust, as set out in the Articles of Association are to benefit the community of Kirkcowan and District as defined by the Community Council boundary. The Trust was set up to receive and manage Community Benefit payments offered to Kirkcowan community by windfarm development companies. Payments are currently being received in respect of SPR's Kilgallioch Windfarm, Carscreugh Windfarm and RES Glenchamber Windfarm. Priority for grant support is given to projects located within or directly benefiting the Kirkcowan Community Council area, although proposals from out with the area can be considered if they include clear benefit to the Kirkcowan community.

The overarching purpose of the Trust is to promote, establish, operate and/or support schemes and projects which are in furtherance of charitable purposes for the benefit of the Community. The activities must provide some measure of economic, environmental, educational, social or cultural benefit for people living in the area.

ACHIEVEMENTS & PERFORMANCE

Under the relative Terms of Agreement with the Windfarm development companies, the Trust must use Community Benefit sums only for Community Benefits within the Community Area. This means for purposes of community facilities, skills and employment,

TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31 JULY 2020

community or local events, sport and recreation, environmental improvements, youth and education, and/or heritage, or other such purpose as has first been approved in writing.

During this financial year the Trust has distributed grant awards totalling £39,217.59 and a list of the grants awarded are given below.

The Trustees have continued with the policy that, with the high demand in the current funding landscape, they would continue to give priority to organisations and projects with a direct focus on providing benefit to the Kirkcowan Community.

GRANT AWARDS

Kirkcowan Hall
£2,374.32

Kirkcowan Knitting Group
£184

Kirkcowan WI
£184

Kirkcowan Carpet Bowling Club
£396

Kirkcowan Pilates Group
£132

Kirkcowan Community Council
£1,844

Kirkcowan Curling Club
£776

Kirkcowan Primary School
£10,435.65

Kirkcowan Under 5's
£198.62

Kirkcowan Angling Club
£5,823

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FOR THE YEAR ENDED 31 MARCH 2020

Kirkcowan Tai Chi

£594

Kirkcowan Art Club

£676

Arts Inc

£1,200

Winter Fuel Payments

£14,400

FINANCIAL REVIEW

The financial statements have been prepared in accordance with current statutory requirements and the company's memorandum and articles of association.

Income of the organisation was £222,314; Expenditure was £153,860, resulting in a surplus of £68,454.

The company was primarily funded by Community Benefit monies with a small amount of bank interest.

PRINCIPLE RISKS

The Trustees have conducted their own review of major risks to the Company and have implemented systems to mitigate these. The major external risk to funding is recognised as the company's dependence on Community Benefit grants from Windfarm developers, the solution which is close monitoring of grant commitments and ensuring that no awards are made until funds have been received. Internal risks are minimised by the implementation of procedures for authorisation of all transactions.

RESERVES POLICY

In line with good practice the trustees have defined the company's policy for holding reserves. The intention in establishing this reserves policy is to ensure the continuation of the organisation's activities. The policy will enable the company to meet its legal objectives, provide confidence to supporters and donors seeking to give financial support to a prudently controlled company and to ensure that the reserves are at a level to discharge the company's obligations in the event that it should cease operations. The reserves which the company is required to maintain are those needed to fund ongoing monthly costs.

FUTURE PLANS

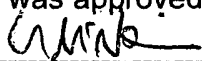
The Trust will continue to distribute the Community Benefit monies through its grant scheme with an emphasis to organisations and projects based and sited in Kirkcowan. The Trust's Development Officer will continue to have a responsibility for consulting with the community to gather information to allow the Community Action Plan to be rolled out. This plan will continue to improve the social, economic and environmental wellbeing of the community over the long term and help create a valuable legacy for

Delf House, Southway, Skelmersdale WN8 6WT

APPROVAL

This report, which has been prepared in accordance with the provisions of the Companies Act 2006 relating to small companies, was approved by the Trustees on 20/05/2020 and signed on their behalf by:

Charlie Mc Neill, Chairperson



FINANCIAL STATEMENTS

	Note	Unrestricted Funds	Restricted Funds	2020	2019
		£	£	£	£
Income from:					
Grants	2		222,314	222,314	215,337
			222,314	222,314	215,337
Expenditure	3		153,861	153,861	50,788
			153,861	153,861	50,788
Net Income (Expenditure)			68,453	68,453	64,549
Reconciliation of funds					
Total funds as at 1 April 2019			219,071		219,071
Total funds as at 31 JULY 2020			287,524	287,524	

The above statement of financial activities includes all gains and losses during the year. All incoming resources expended derive from continuing activities.
The Notes form an integral part of these accounts.

FINANCIAL STATEMENTS

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**BALANCE SHEET
AS AT 31ST JULY 2020**

Note	Unrestricted Funds	Restricted Funds	Total 2020	Total 2019
	£	£	£	£
Current Assets				
Cash at bank and in hand		320,801	320,801	219,071
		320,801	320,801	219,071
Liabilities				
Creditors (due within one year)		33,276	33,276	
Net Current Assets				219,071
Net Assets		287,525	287,524	219,071
Funds				
SPR Kilgallioch		157,894	157,894	
SPR Endowment Fund		31,579	31,579	
RES Glenchamber		19,696	19,696	
Glenchamber LEDS		10,719	10,719	
CREPL Carscreugh				
Other		2,426	2,426	
		222,314	222,314	219,071
SubTotal		444,385	441,385	
Expenditure		153,861	153,861	
Balance at Bank		320,801	320,801	
Outstanding cheques		33,276	33,276	
Total		287,524	287,524	

The Trustees (who are also the directors of the company for the purposes of company law) confirm that for the year ended 31 March 2020

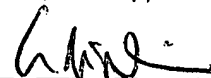
- the company was entitled to exemption from audit under section 477 of the Companies Act 2006, and
- members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act. However, in accordance with section 44 of the Charities and Trustee Investment (Scotland) Act 2005, the accounts have been examined by an independent examiner whose report appears on page 8.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The Notes on 12 to 19 form an integral part of these accounts.

These accounts, which have been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies, were approved by the Trustees on 07 November 2020 and signed on their behalf by:

Charlie McNeill (Chairperson)



NOTES TO THE FINANCIAL STATEMENTS

1. Transactions with trustees and related parties

- a. No remuneration was paid to the trustees during the year.

NOTES TO THE FINANCIAL STATEMENTS

1. Transactions with trustees and related parties

- a. No remuneration was paid to the trustees during the year.
- b. No expenses were reimbursed to the trustees during the year.
- c. No travelling expenses were reimbursed to any trustees.
- d. There were no transactions with related parties.

2. Income from grants

	Unrestricted Funds £	Restricted Funds £	2020 £	2019 £
SPR Kilgallioch		157,894	157,894	154,150
SPR Endowment Fund		31,579	31,579	30,830
RES Glenchamber		19,696	19,696	30,357
Glenchamber LEDS		10,719	10,719	/
FS		2,426	2,426	/
Total Current Year		222,314	222,314	215,337

3. Expenditure

	Unrestricted Funds £	Restricted Funds £	2020 £	2019 £
Grants				
SPR Kilgallioch		16,712	16,712	36,533
RES Glenchamber		54,088	54,088	12,355
CREPL Carscreugh				1,900
Other (Admin, Management)		83,061	83,061	
Totals		153,861	153,861	50,788

4. Cash in bank and in hand

	Unrestricted	Restricted	2020	2019
Co-operative Bank		320,801	320,801	219,071
		320,801	320,801	219,071