

REGISTERED COMPANY NUMBER: SC492185 (Scotland)

Report of the Directors and  
Unaudited Financial Statements for the Year Ended 31st March 2018  
for  
Annandale and Nithsdale Community  
Benefit Company Limited

Farries Kirk & McVean  
Dumfries Enterprise Park  
Heathhall  
Dumfries  
DUMFRIESSHIRE  
DG1 3SJ

Annandale and Nithsdale Community  
Benefit Company Limited

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for the Year Ended 31st March 2018

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**Annandale and Nithsdale Community  
Benefit Company Limited**

**Report of the Trustees  
for the Year Ended 31st March 2018**

The directors present their report with the financial statements of the company for the year ended 31<sup>st</sup> March 2018. This report has been prepared in accordance with the provisions of part 15 of the Companies Act 2006 relating to small companies.

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

The company aims to support the development and regeneration of forty-two communities, defined by Community Council boundaries, in Annandale & Nithsdale, Dumfries & Galloway.

It does so through receiving and distributing community benefit funds, arising from ScottishPower Renewables' Harestanes Windfarm.

The company has a wide range of charitable objects, which underpin its approach to distribution of funds via grant-making processes. Any constituted group in the area of benefit that meets the criteria is eligible to apply.

**ACHIEVEMENT AND PERFORMANCE**

**Charitable activities**

This is the company's third annual report and accounts, which will be presented at the 2018 annual general meeting.

ANCBC was registered as a company in November 2014. Our primary income continues to be provided by ScottishPower Renewables. During the year, we received £319,851 for onward distribution to local groups.

During the year we appointed two new Directors and one resigned, with a current total of twelve Directors and no vacancies.

Directors are volunteers and we recognised from the outset the company would require paid, professional support, particularly with our grant-making activity. Foundation Scotland, which is a national grant making charity, was appointed to provide this service in February 2015 and we enjoy a continuing positive relationship with them.

We continued to distribute Local grants, which go direct to Community Councils, and from which they can develop their own projects or make onward grants to groups within their communities. We distributed £59,670 in local grants to 29 Community Councils during the year.

Between April 2017 and March 2018, ANCBC distributed a further £217,644 through open grant making. Awards were made to 23 local groups. Of these, 11 awards were between £500 and £5,000 and 12 awards were between £5,001 and £20,000.

The largest grants, of around £20,000, were awarded to eight organisations; Annandale Transport Initiative, towards running costs over two years; Kate's Kitchen, towards staff costs for three years; Thornhill Friendship Club, towards a range of improvements to the building; Troqueer Landward Community Council, for play equipment at Beeches Park, Cargenbridge; Sleeping Giants Community Development CIC, for its 'Hidden Histories' project with disadvantaged young people over two years; South of Scotland Beekeepers' Association, to convert a new operating base; Guild of Players- Theatre Royal Dumfries, towards staff costs for two years; and Parents Inclusion Network, towards staff costs for three years.

**FINANCIAL REVIEW**

**Reserves policy**

As at 31st March 2018 total funds amounted to £97,030. The aim of the company is to maintain reserves sufficient to meet its future obligations.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The company is controlled by its governing document, the Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

**Recruitment and appointment of new directors**

The company members elect the directors, who are directors for the purposes of company law. Directors meet approximately quarterly to set the direction of the company and address strategic issues.

**Induction and training of new directors**

New directors undergo an appropriate induction programme to brief them on their obligations under company law and the financial performance of the company. In addition, they receive induction into grant making policies and processes, including management of any conflicts of interest that may arise.

Annandale and Nithsdale Community  
Benefit Company Limited

Report of the Trustees  
for the Year Ended 31st March 2018

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Risk management**

The directors have a duty to identify and review the risks to which the company is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The directors review the financial risks to which the company is exposed regularly and at least annually.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

SC492185 (Scotland)

**Registered office**

Dumfries Enterprise Park  
Heathhall  
Dumfries  
DUMFRIESSHIRE  
DG1 3SJ

**Directors**

R M Clarke	- resigned 28.6.17
D Dick	
J A M Macpherson	
R Mann	
A H Mcfadzean	
Dr R A M Stuart	
M Brown	
D Booth	
Mrs S M Farries	
Ms H E Haggart	
J J A Magill	
Dr H A Buck	- appointed 28.6.17
M A Steele	- appointed 28.6.17

**Company Secretary**

M Brown

Approved by order of the board of directors on 11<sup>th</sup> June 2018 and signed on its behalf by:

M Brown - Director



**Annandale and Nithsdale Community  
Benefit Company Limited**

**Statement of Financial Activities  
(Incorporating an Income and Expenditure Account)  
for the Year Ended 31st March 2018**

	Note	Unrestricted fund £	Restricted fund £	2018 Total funds £	2017 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Voluntary income		-	319,851	319,851	307,871
Investment income	3	<u>63</u>	<u>-</u>	<u>63</u>	<u>583</u>
<b>Total</b>		63	319,851	319,914	308,454
<b>EXPENDITURE ON</b>					
Support Costs		-	25,466	25,466	46,328
<b>Charitable activities</b>					
Community Council Grants		-	59,670	59,670	50,000
Foundation Scotland Grants		-	217,644	217,644	221,101
<b>Governance Costs</b>		<u>-</u>	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
<b>Total</b>		-	303,780	303,780	318,429
<b>NET INCOME/(EXPENDITURE)</b>		63	16,071	16,134	(9,975)
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<u>1,063</u>	<u>79,833</u>	<u>80,896</u>	<u>90,871</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>1,126</u></u>	<u><u>95,904</u></u>	<u><u>97,030</u></u>	<u><u>80,896</u></u>

**CONTINUING OPERATIONS**

All income and expenditure has arisen from continuing activities.

**Annandale and Nithsdale Community  
Benefit Company Limited**

**Balance Sheet  
At 31st March 2018**

	Note	Unrestricted fund £	Restricted fund £	2018 Total funds £	2017 Total funds £
<b>CURRENT ASSETS</b>					
Cash at bank		983	223,947	224,930	202,360
<b>CREDITORS</b>					
Amounts falling due within one year	7	143	(128,043)	(127,900)	(121,464)
		<u>1,126</u>	<u>95,904</u>	<u>97,030</u>	<u>80,896</u>
<b>NET CURRENT ASSETS</b>					
		<u>1,126</u>	<u>95,904</u>	<u>97,030</u>	<u>80,896</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
		<u>1,126</u>	<u>95,904</u>	<u>97,030</u>	<u>80,896</u>
<b>NET ASSETS</b>					
		<u>1,126</u>	<u>95,904</u>	<u>97,030</u>	<u>80,896</u>
<b>FUNDS</b>					
	8				
Unrestricted funds				1,126	1,063
Restricted funds				<u>95,904</u>	<u>79,833</u>
<b>TOTAL FUNDS</b>				<u>97,030</u>	<u>80,896</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st March 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st March 2018 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) 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 charitable small companies.

The financial statements were approved by the Board of Directors on 11<sup>th</sup> June 2018 and were signed on its behalf by:



M Brown - Director

**Annandale and Nithsdale Community  
Benefit Company Limited**

**Notes to the Financial Statements  
for the Year Ended 31st March 2018**

**1. STATUTORY INFORMATION**

Annandale and Nithsdale Community Benefit Company Limited is a private company, limited by guarantee, registered in Scotland. The company's registered number and registered office address can be found on the report of the Directors.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the companies Act 2006. The financial statements have been prepared under 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.

**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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

**Taxation**

No liability to UK corporation tax arose on ordinary activities for the period.

**Fund accounting**

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

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.

**3. INVESTMENT INCOME**

	2018	2017
	£	£
Deposit account interest	63	183
Bank compensation	<u>-</u>	<u>400</u>
	<u>63</u>	<u>583</u>

**4. GRANTS PAYABLE**

	2018	2017
	£	£
Community Council Grants	59,670	50,000
Foundation Scotland Grants	<u>217,644</u>	<u>221,101</u>
	<u>277,314</u>	<u>271,101</u>

**Annandale and Nithsdale Community  
Benefit Company Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31st March 2018**

**4. GRANTS PAYABLE - continued**

The total grants paid via Foundation Scotland during the year was as follows:

	2018	2017
	£	£
Boreland Village Hall	1,000	-
Discover Kirkmahoe	-	1,500
Annandale Transport Initiative	20,000	-
Hub Dumfries and Galloway	-	19,968
Thornhill and District Community Transport	9,466	-
Thornhill Bowling Club	1,172	-
Patrick Dudgeon Memorial Hall	-	9,000
SHAX	-	10,000
Thornhill Playgroup	-	4,387
Aberlour Child Care Trust	-	15,000
Closeburn Gala Fundraising Committee	2,895	3,000
Durisddeer Village Committee	-	13,470
Food Train	7,924	6,000
Moniaive Michaelmas Bluesgrass Festival	1,000	1,000
Tinwald Parish Hall Committee	-	9,667
Calside School Parent Council	-	2,000
Hollywood Village Hall Association	(13,889)	13,889
Lincluden Community Centre Management Committee	-	7,500
Moffat Show Society	-	1,980
Bankfoot House (Moffat) Ltd	-	20,000
Dumfries Baptist Church	-	20,000
Electric Theatre Workshop	-	5,000
First Base Agency	-	18,000
Lochmaben Amateur Football Club	-	20,000
Torthorwald Community Council	-	1,922
Moffat Civic Pride	-	500
Nithsdale Walking Works Network	-	9,518
St Michael's Cricket Club	-	7,800
Collin Village Hall Management Committee	3,310	-
Kate's Kitchen	20,000	-
Lochar Thistle Youths AFC	4,000	-
SWing Band	4,053	-
Thornhill Friendship Club	20,000	-
Troqueer Landward Community Council	20,000	-
Dumfries and Galloway Arts Festival	15,000	-
Moffat Academy Community Partnership	3,520	-
Sleeping Giants Community	20,000	-
South of Scotland Beekeepers Association	20,000	-
Closeburn Recreation Hall Committee	5,000	-
Guild of Players - Theatre Royal Dumfries	20,000	-
Lockerbie Bowling Club	3,000	-
Lockerbie Primary Parent Council	4,200	-
Parents Inclusion Network	19,975	-
Sandside Community Garden Association	6,018	-
	<u>217,644</u>	<u>221,101</u>



**Annandale and Nithsdale Community  
Benefit Company Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31st March 2018**

**4. GRANTS PAYABLE - continued**

The total grants paid to Community Councils during the year was as follows:

	2018	2017
	£	£
Kirkmahoe Parish Church	-	2,000
Wamphray Community Council	-	2,000
Moffat & District	2,000	2,000
Loreburn	2,000	-
Torthorwald	2,000	2,000
Troqueer	2,000	2,000
Glencairn	2,000	2,000
Keir	2,000	2,000
Kirkmahoe	2,000	-
Heathhall	2,000	2,000
Royal Four Towns	2,000	2,000
Tinwald Parish	2,000	2,000
Templand	2,000	2,000
Dalton & Carrutherstown	2,000	2,000
Carronbridge	4,000	-
Dunscore	2,000	2,000
Kirkpatrick-Juxta	2,000	2,000
Thornhill	2,000	2,000
Tynron	2,000	2,000
Hollywood & Newbridge	2,000	2,000
Auldgirth & District	2,000	2,000
Closeburn	2,000	2,000
Irongray	2,000	2,000
Lochside & Woodlands	2,000	2,000
Lochmaben & District	2,000	2,000
Wamphray	1,820	-
Johnstone	1,850	2,000
Lockerbie & District	2,000	2,000
Kirkmichael	2,000	-
Ae Village	2,000	2,000
Lincluden	<u>2,000</u>	<u>-</u>
	<u>59,670</u>	<u>50,000</u>

**5. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31st March 2018 nor for the year ended 31st March 2017.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31st March 2018 nor for the year ended 31st March 2017.

**6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted fund	Restricted fund	Total funds
	£	£	£
<b>INCOME AND ENDOWMENTS FROM</b>			
Voluntary income	-	307,871	307,871
Investment income	<u>583</u>	<u>-</u>	<u>583</u>
<b>Total</b>	583	307,871	308,454
<b>EXPENDITURE ON</b>			
Support Costs	-	46,328	46,328
<b>Charitable activities</b>			
Carried forward			

Annandale and Nithsdale Community  
Benefit Company Limited

Notes to the Financial Statements - continued  
for the Year Ended 31st March 2018

6. **COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

	Unrestricted fund £	Restricted fund £	Total funds £
<b>Charitable activities</b>			
Brought forward			
Community Council Grants	-	50,000	50,000
Foundation Scotland Grants	-	221,101	221,101
Governance Costs	-	1,000	1,000
<b>Total</b>	-	318,429	318,429
<b>NET INCOME/(EXPENDITURE)</b>	583	(10,558)	(9,975)
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	480	90,391	90,871
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>1,063</u>	<u>79,833</u>	<u>80,896</u>

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2018 £	2017 £
Grants awarded	126,900	120,464
Accrued expenses	1,000	1,000
	<u>127,900</u>	<u>121,464</u>

8. **MOVEMENT IN FUNDS**

	At 1.4.17 £	Net movement in funds £	At 31.3.18 £
<b>Unrestricted funds</b>			
General fund	1,063	63	1,126
<b>Restricted funds</b>			
ScottishPower Community Funding	79,833	16,071	95,904
<b>TOTAL FUNDS</b>	<u>80,896</u>	<u>16,134</u>	<u>97,030</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	63	-	63
<b>Restricted funds</b>			
ScottishPower Community Funding	319,851	(303,780)	16,071
<b>TOTAL FUNDS</b>	<u>319,914</u>	<u>(303,780)</u>	<u>16,134</u>

**Annandale and Nithsdale Community  
Benefit Company Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31st March 2018**

**8. MOVEMENT IN FUNDS - continued**

**Comparatives for movement in funds**

	At 1.4.16 £	Net movement in funds £	At 31.3.17 £
<b>Unrestricted Funds</b>			
General fund	480	583	1,063
<b>Restricted Funds</b>			
ScottishPower Community Funding	90,391	(10,558)	79,833
<b>TOTAL FUNDS</b>	<u>90,871</u>	<u>(9,975)</u>	<u>80,896</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	583	-	583
<b>Restricted funds</b>			
ScottishPower Community Funding	307,871	(318,429)	(10,558)
<b>TOTAL FUNDS</b>	<u>308,454</u>	<u>(318,429)</u>	<u>(9,975)</u>

**9. RELATED PARTY DISCLOSURES**

The following directors were committee members or directors of organisations which received funding during the year ended 31<sup>st</sup> March 2018. All transactions were carried out at arms length. No director was involved in discussion or decisions on any application in which they were a related party.

David Dick	Thornhill and District Community Transport	£9,466
Richard Clark	Thornhill Friendship Club	£20,000
Richard Clark	Kier Community Council	£2,000
Martin Brown	Moffat Academy Community Partnership	£3,520
Martin Brown	Kirkpatrick Juxta Community Council	£2,000
J A M MacPherson	Dalton & Carrutherstown Community Council	£2,000
R Mann	Johnstone Community Council	£1,850
A H McFadzean	Dunscore Community Council	£2,000
Dr R A M Stuart	Heathhall Community Council	£2,000
D Booth	Moffat Community Council	£2,000
Mrs S M Farries	Lochside and Woodlands Community Council	£2,000
Ms H E Haggart	Lockerbie & District Community Council	£2,000
J J A Magill	Ae Community Council	£2,000
Dr H A Buck	Kier Community Council	£2,000
M A Steele	Closeburn Community Council	£2,000

**10. SCOTTISH POWER COMMUNITY FUNDING**

ScottishPower Community Funding relates to the disbursement of benefit funding received from ScottishPower Renewables in relation to the Harestanes Windfarm. The funding is distributed to Community Councils in Annandale and Nithsdale and other community organisations who make applications for funding. The company is allowed to use part of the funding to cover administration costs.

**Annandale and Nithsdale Community Benefit  
Company Limited**

**Report of the Accountants to the Directors of  
Annandale & Nithsdale Community Benefit  
Company Ltd.**

As described on the balance sheet you are responsible for the preparation of the financial statements for the period ended 31st March 2018 set out on pages three to nine and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Farries Kirk & McVean  
Dumfries Enterprise Park  
Heathhall  
Dumfries  
DUMFRIESSHIRE  
DG1 3SJ

11<sup>th</sup> June 2018

Annandale and Nithsdale Community  
Benefit Company Limited

Detailed Statement of Financial Activities  
for the Year Ended 31st March 2018

	2018 £	2017 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Voluntary income</b>		
Grants	319,851	307,871
<b>Investment income</b>		
Deposit account interest	63	183
Bank compensation	<u>-</u>	<u>400</u>
	<u>63</u>	<u>583</u>
<b>Total incoming resources</b>	319,914	308,454
<b>EXPENDITURE</b>		
<b>Charitable activities</b>		
Foundation Scotland grants	217,644	221,101
Community Council grants	<u>59,670</u>	<u>50,000</u>
	277,314	271,101
<b>Support costs</b>		
<b>Management</b>		
Insurance	823	805
Foundation Scotland Fees	24,000	45,000
Hall fees	212	136
Travelling	-	109
Sundries	213	253
Website costs	<u>198</u>	<u>25</u>
	25,446	46,328
<b>Finance</b>		
Bank charges	20	-
<b>Governance costs</b>		
Accountancy fees	<u>1,000</u>	<u>1,000</u>
<b>Total resources expended</b>	303,780	318,429
<b>Net income/(expenditure)</b>	<u><u>16,134</u></u>	<u><u>(9,975)</u></u>