

Report of the Directors and
Unaudited Financial Statements for the Period 27th November 2014 to 31st March 2016
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 Period 27th November 2014 to 31st March 2016**

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**Annandale and Nithsdale Community Benefit
Company Limited**

**Report of the Directors
for the Period 27th November 2014 to 31st March 2016**

The directors present their report with the financial statements of the company for the period 27th November 2014 to 31st March 2016. This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

INCORPORATION

The company was incorporated on 27th November 2014.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
SC492185 (Scotland)

Registered office

Dumfries Enterprise Park
Heathhall
Dumfries
DUMFRIESSHIRE
DG1 3SJ

Directors

R M Clarke	- appointed 23.1.15
D Dick	- appointed 23.1.15
Colonel D R Ivy	- appointed 22.1.15
N J Jennings	- appointed 23.1.15
Ms M Johnstone	- appointed 22.1.15
J A M Macpherson	- appointed 22.1.15
R Mann	- appointed 27.11.14
A H Mcfadzean	- appointed 22.1.15
Mrs J H Purves	- appointed 27.11.14
Dr R A M Stuart	- appointed 22.1.15
M Brown	- appointed 27.11.14

Company Secretary

M Brown

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.

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.

**Annandale and Nithsdale Community Benefit
Company Limited**

**Report of the Directors
for the Period 27th November 2014 to 31st March 2016**

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 Scottish Power Renewables' Harestanes wind farm.

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 first annual report and accounts, which will be presented at our first annual general meeting. These all represent significant milestones in the establishment and development of the company.

We registered as a company in November 2014 and our current Board has been meeting regularly before and since. The Board 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 look forward to a continuing positive relationship with them.

We launched with a successful Dragon's Den event and logo competition, involving local schools in March 2015.

We received our first donation from Scottish Power Renewables of £395,313 in April 2015, which enabled us to begin grant-making.

Our Local grants go direct to Community Councils, from which they can develop projects or make onward grants to groups within their communities. We distributed £124,000 in an initial tranche of local grants to 31 Community Councils, each receiving £4,000. Later in the year, once we had received the first annual amount as part of our on-going agreement with Scottish Power Renewables, we distributed a second tranche of £62,000 in the form of grants of £2,000 to 31 Community Councils.

Between April 2015 and March 2016, via the Main Fund, we distributed £395,572 to 35 projects that cover a diverse range of community initiatives across Annandale and Nithsdale. Some significant grants deserve mentioning as the largest ones that were awarded but all are important for the benefit they provide to the local communities.

The largest grant was £49,998 awarded to Mossburn Community Farm for a three year project that provides therapies which integrate horses into the treatment process for people living with mental and physical disabilities. Other large grants awarded were towards the renovation or rebuilding of village halls in Wamphray, Johnstonebridge and Dunscore and an extension to the Nith Inshore Rescue Lifeboat Station. One of the more unusual large Grants went to Peter Pan Moat Brae, to help toward the costs of saving and restoring Moat Brae House, one time home of J.M.Barrie, to help and inspire disadvantaged children through play, creative learning, entertainment and literature.

Throughout the year medium grants (between £5,001 and £20,000) paid towards staff costs for a Community Nature Reserve, Counselling services for young people, and a volunteer co-ordinator, as well as towards the costs of new heating systems, perimeter fence, upgrades to village halls in Durisdeer and Tinwald.

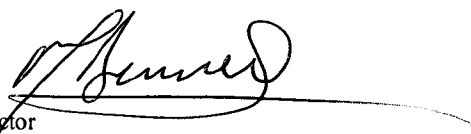
Small grants (up to £5,000) also supported a variety of local activities including renovations to village halls and bowling clubs, enabling local community events such as music festivals, family fun days and Galas, supporting pipe bands, retirement groups, sports clubs and playgroups as well as purchasing community notice boards and helping with a community transport scheme.

FINANCIAL REVIEW

Reserves policy

As at 31st March 2016 total funds amounted to £90,871. The aim of the company is to maintain reserves sufficient to meet its future obligations.

Approved by order of the board of directors on 17th May 2016 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 Period 27th November 2014 to 31st March 2016**

	Notes	Unrestricted fund £	Restricted fund £	Total funds £
INCOMING RESOURCES				
Incoming resources from generated funds				
Voluntary income		-	703,642	703,642
Investment income	2	<u>480</u>	<u>-</u>	<u>480</u>
Total incoming resources		480	703,642	704,122
 RESOURCES EXPENDED				
Support costs	3	-	19,334	19,334
Grants payable				
Community Council Grants		-	186,000	186,000
Foundation Scotland Grants		-	395,572	395,572
Governance costs		<u>-</u>	<u>12,345</u>	<u>12,345</u>
Total resources expended		-	613,251	613,251
 NET INCOMING RESOURCES		 <u>480</u>	 <u>90,391</u>	 <u>90,871</u>
 TOTAL FUNDS CARRIED FORWARD		 <u><u>480</u></u>	 <u><u>90,391</u></u>	 <u><u>90,871</u></u>

The notes form part of these financial statements

**Annandale and Nithsdale Community Benefit
Company Limited**

**Balance Sheet
At 31st March 2016**

	Notes	Unrestricted fund £	Restricted fund £	Total funds £
CURRENT ASSETS				
Debtors	5	20	-	20
Cash at bank		<u>460</u>	<u>230,513</u>	<u>230,973</u>
		480	230,513	230,993
CREDITORS				
Amounts falling due within one year	6	-	(140,122)	(140,122)
NET CURRENT ASSETS				
		<u>480</u>	<u>90,391</u>	<u>90,871</u>
TOTAL ASSETS LESS CURRENT LIABILITIES				
		480	90,391	90,871
NET ASSETS				
		<u>480</u>	<u>90,391</u>	<u>90,871</u>
FUNDS				
Unrestricted funds	7			480
Restricted funds				<u>90,391</u>
TOTAL FUNDS				
				<u>90,871</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the period ended 31st March 2016.

The members have not required the charitable company to obtain an audit of its financial statements for the period ended 31st March 2016 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for

- (a) ensuring that the 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 company.

These financial statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Directors on 17th May 2016 and were signed on its behalf by:

M Brown - Director



**Annandale and Nithsdale Community Benefit
Company Limited**

**Notes to the Financial Statements
for the Period 27th November 2014 to 31st March 2016**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the company is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended

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 directors.

Restricted funds can only be used for particular restricted purposes within the objects of the company. 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.

2. INVESTMENT INCOME

Deposit account interest	£ <u>480</u>
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3. SUPPORT COSTS

Support costs	£ <u>19,334</u>
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4. GRANTS PAYABLE

Community Council Grants	£ 186,000
Foundation Scotland Grants	<u>395,572</u>
	<u>581,572</u>

**Annandale and Nithsdale Community Benefit
Company Limited**

**Notes to the Financial Statements - continued
for the Period 27th November 2014 to 31st March 2016**

4. GRANTS PAYABLE - continued

The total grants paid via Foundation Scotland during the period were as follows:

	£
Boreland Village Hall	1,979
D&G American Football Academy	9,507
Discover Kirkmahoe	2,924
Johnstonebridge Centre and Community Development Trust Ltd	35,000
Junction 17	1,953
Kirkmahoe Parish Church	1,250
North West Dumfries Community Cafe Ltd	1,000
Oasis Events Team	3,000
Thornhill Music Festival	2,500
Wamphray Community Council	30,000
3rd Dumfriesshire Scout Group	9,280
Annandale Transport Initiative	27,500
Castle Loch Lochmaben Community Trust	15,000
Dumfries Pipe Band	4,800
Hub Dumfries and Galloway	27,790
Lockerbie RBL Pipe Band	1,300
Nith Inshore Rescue	20,000
Royal Four Towns Halls	5,000
Speddoch Community Association	35,000
Thornhill and District Community Transport	2,500
Thornhill Bowling Club	3,200
Dumfries and Galloway Aviation Museum	15,948
Loreburn Retirement Group	2,746
Moffat Town Hall Revelopment Trust	3,500
Peter Pan Moat Brae Trust	30,000
Soul Soup Counselling and Training Ltd	19,112
Upper Annandle AFC	2,998
Buccleuch & Queensberry Caledonia Pipe Band	3,258
Dumfries Sea Cadets	4,000
Moniaive Initiative	4,529
Mossburn Community Farm	49,998
Patrick Dudgeon Memorial Hall	2,000
SHAX	15,000
Thornhill Playgroup	2,000
	<u>395,572</u>

**Annandale and Nithsdale Community Benefit
Company Limited**

**Notes to the Financial Statements - continued
for the Period 27th November 2014 to 31st March 2016**

4. GRANTS PAYABLE - continued

The total grants paid to Community Councils during the period were as follows:

	£
Moffat & District	6,000
Loreburn	6,000
Torthorwald	6,000
Troqueer	6,000
Glencairn	6,000
Keir	6,000
Kirkmahoe	6,000
Georgetown	6,000
Heathhall	6,000
Royal Four Towns	6,000
Tinwald Parish	6,000
Templand	6,000
Dalton & Carrutherstown	6,000
Carronbridge	6,000
Dunscore	6,000
Kirkpatrick-Juxta	6,000
Thornhill	6,000
Tynron	6,000
Hollywood & Newbridge	6,000
Auldgirth & District	6,000
Closeburn	6,000
Eskdalemuir	6,000
Irongray	6,000
Lochside & Woodlands	6,000
Lochmaben & District	6,000
Penpont	6,000
Wamphray	6,000
Johnstone	6,000
Lockerbie & District	6,000
Terregles	6,000
Kirkmichael	6,000
	<u>186,000</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Other debtors	<u>20</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£
Grants awarded	139,122
Accrued expenses	<u>1,000</u>
	<u>140,122</u>

**Annandale and Nithsdale Community Benefit
Company Limited**

**Notes to the Financial Statements - continued
for the Period 27th November 2014 to 31st March 2016**

7. MOVEMENT IN FUNDS

	Net movement in funds £	At 31.3.16 £
Unrestricted funds		
General fund	480	480
Restricted funds		
Scottish Power Community Funding	90,391	90,391
	<hr/>	<hr/>
TOTAL FUNDS	<u>90,871</u>	<u>90,871</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	480	-	480
Restricted funds			
Scottish Power Community Funding	703,642	(613,251)	90,391
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>704,122</u>	<u>(613,251)</u>	<u>90,871</u>

8. SCOTTISH POWER COMMUNITY FUNDING

ScottishPower Community Funding relates to the disbursement of benefit funding received from Scottish Power Renewables in relation to the Harestanes wind farm. 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 2016 set out on pages three to eight 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.

A handwritten signature in black ink, appearing to be 'R', with a long horizontal flourish extending to the right.

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

17th May 2016

**Annandale and Nithsdale Community Benefit
Company Limited**

**Detailed Statement of Financial Activities
for the Period 27th November 2014 to 31st March 2016**

£

INCOMING RESOURCES

Voluntary income

Grants 703,642

Investment income

Deposit account interest 480

Total incoming resources

704,122

RESOURCES EXPENDED

Grants payable

Foundation Scotland grants 395,572

Community Council grants 186,000

581,572

Governance costs

Accountancy 1,000

Professional fees 11,345

12,345

Support costs

Management

Insurance 779

Foundation Scotland Fees 15,000

Telephone 80

Hall fees 456

Travelling 911

Sundries 1,891

Website costs 217

19,334

Total resources expended

613,251

Net income

90,871

