

Report of the Directors and
Unaudited Financial Statements for the Year Ended 31st March 2017
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 2017

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Annandale and Nithsdale Community
Benefit Company Limited

Report of the Directors
for the Year Ended 31st March 2017

The directors present their report with the financial statements of the company for the year ended 31st March 2017. 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 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

Activities

This is the company's second annual report and accounts, which will be presented at the 2017 annual general meeting.

ANCBC was registered as a company in November 2014 and the 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.

During year two we have appointed 4 new Directors which brings the Board to a total of 10. There is currently one vacancy for the West region.

We received our annual donation from ScottishPower Renewables of £307,870.01 in August 2016, 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 £50,000 of local grants to 25 Community Councils.

The Fund was experiencing exceptionally high demand towards the end of year one. To help address this, the ANCBC Board made some changes to the fund criteria during the year. These changes included limiting organisations to one application per annum, reducing the maximum amount of award to £20,000 and introducing a requirement for match funding.

Between April 2016 and March 2017, ANCBC distributed £221,101.25 through open grant making to deliver 24 projects which represented 72% of the 2016/17 total fund income of £308,454. There were 9 awards made of between £500 and £5,000; 15 between £5,001 and £20,000.

The largest grants of £20,000 were awarded to three organisations; Lochmaben Amateur Football Club, towards building a sports pavilion; Bankfoot House (Moffat) Ltd towards building an extension that will accommodate 6 residents and to Dumfries Baptist Church to contribute towards the costs of a cafe and catering kitchen in their new community centre. Other large grants awarded were towards an emergency food project, upgrades to community facilities and towards volunteer support costs.

Throughout the year 9 small grants of up to £5,000 were awarded towards supporting local events, creating sensory gardens, training and mentoring.

FINANCIAL REVIEW

Reserves policy

As at 31st March 2017 total funds amounted to £80,496. 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.

Annandale and Nithsdale Community
Benefit Company Limited

Report of the Directors
for the Year Ended 31st March 2017

STRUCTURE, GOVERNANCE AND MANAGEMENT

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.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC492185 (Scotland)

Registered office

Dumfries Enterprise Park
Heathhall
Dumfries
DUMFRIESSHIRE
DG1 3SJ

Trustees

R M Clarke	
D Dick	
Colonel D R Ivy	- resigned 17.5.16
Ms M Johnstone	- resigned 17.5.16
J A M Macpherson	
R Mann	
A H Mcfadzean	
Mrs J H Purves	- resigned 26.9.16
Dr R A M Stuart	
M Brown	
D Booth	- appointed 22.2.17
Mrs S M Farries	- appointed 22.2.17
Ms H E Haggart	- appointed 22.2.17
J J A Magill	- appointed 22.2.17

Company Secretary

M Brown

Approved by order of the board of directors on 22nd June 2017 and signed on its behalf by:

M Brown - Trustee

Annandale and Nithsdale Community
Benefit Company Limited

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31st March 2017

		Unrestricted fund	Restricted fund	Year Ended 31.3.17 Total funds	Period 27.11.14 to 31.3.16 Total funds
	Notes	£	£	£	£
INCOME AND ENDOWMENTS FROM					
Voluntary income		-	307,871	307,871	703,642
Investment income	3	<u>583</u>	-	<u>583</u>	<u>480</u>
Total		583	307,871	308,454	704,122
 EXPENDITURE ON					
Raising funds	4	-	46,328	46,328	30,679
Grants payable					
Community Council Grants		-	50,000	50,000	186,000
Foundation Scotland Grants		-	221,101	221,101	395,572
Governance Costs		-	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
Total		-	<u>318,429</u>	<u>318,429</u>	<u>613,251</u>
NET INCOME/(EXPENDITURE)		583	(10,558)	(9,975)	90,871
 RECONCILIATION OF FUNDS					
Total funds brought forward		<u>480</u>	<u>90,391</u>	<u>90,871</u>	-
TOTAL FUNDS CARRIED FORWARD		<u>1,063</u>	<u>79,833</u>	<u>80,896</u>	<u>90,871</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

Annandale and Nithsdale Community
Benefit Company Limited

Balance Sheet
At 31st March 2017

	Notes	Unrestricted fund £	Restricted fund £	2017 Total funds £	2016 Total funds £
CURRENT ASSETS					
Debtors	7	-	-	-	20
Cash at bank		<u>983</u>	<u>201,377</u>	<u>202,360</u>	<u>230,973</u>
		983	201,377	202,360	230,993
CREDITORS					
Amounts falling due within one year	8	80	(121,544)	(121,464)	(140,122)
		<u>1,063</u>	<u>79,833</u>	<u>80,896</u>	<u>90,871</u>
NET CURRENT ASSETS		<u>1,063</u>	<u>79,833</u>	<u>80,896</u>	<u>90,871</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,063</u>	<u>79,833</u>	<u>80,896</u>	<u>90,871</u>
NET ASSETS		<u>1,063</u>	<u>79,833</u>	<u>80,896</u>	<u>90,871</u>
FUNDS					
Unrestricted funds	9			1,063	480
Restricted funds				<u>79,833</u>	<u>90,391</u>
TOTAL FUNDS				<u>80,896</u>	<u>90,871</u>

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31st March 2017 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 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.

The financial statements were approved by the Board of Directors on 22nd June 2017 and were signed on its behalf by:

M Brown -Trustee

Annandale and Nithsdale Community
Benefit Company Limited

Notes to the Financial Statements
for the Year Ended 31st March 2017

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 company 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 companies' 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.

3. INVESTMENT INCOME

	Year Ended 31.3.17 £	Period 27.11.14 to 31.3.16 £
Deposit account interest	183	480
Bank compensation	<u>400</u>	<u>-</u>
	<u>583</u>	<u>480</u>

4. RAISING FUNDS

Raising voluntary income

	Year Ended 31.3.17 £	Period 27.11.14 to 31.3.16 £
Support costs	<u>46,328</u>	<u>30,679</u>

Annandale and Nithsdale Community
Benefit Company Limited

Notes to the Financial Statements - continued
for the Year Ended 31st March 2017

5. GRANTS PAYABLE

	Year Ended 31.3.17 £	Period 27.11.14 to 31.3.16 £
Community Council Grants	50,000	186,000
Foundation Scotland Grants	<u>221,101</u>	<u>395,572</u>
	<u>271,101</u>	<u>581,572</u>

Annandale and Nithsdale Community
Benefit Company Limited

Notes to the Financial Statements - continued
for the Year Ended 31st March 2017

5. GRANTS PAYABLE - continued

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

	Year Ended 31.3.17 £	Period 27.11.14 to 31.3.16 £
Boreland Village Hall	-	1,979
D&G American Football Academy	-	9,507
Discover Kirkmahoe	1,500	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	19,968	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	9,000	2,000
SHAX	10,000	15,000
Thornhill Playgroup	4,387	2,000
Aberlour Child Care Trust	15,000	-
Closeburn Gala Fundraising Committee	3,000	-
Durisdeer Village Committee	13,470	-
Food Train	6,000	-
Moniaive Michaelmas Bluesgrass Festival	1,000	-
Tinwald Parish Hall Committee	9,667	-
Calside School Parent Council	2,000	-
Hollywood Village Hall Association	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	-
	<u>221,101</u>	<u>395,572</u>

Annandale and Nithsdale Community
Benefit Company Limited

Notes to the Financial Statements - continued
for the Year Ended 31st March 2017

5. GRANTS PAYABLE - continued

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

	Year Ended 31.3.17 £	Period 27.11.14 to 31.3.16 £
Kirkmahoe Parish Church	2,000	-
Wamphray Community Council	2,000	-
Moffat & District	2,000	6,000
Loreburn	-	6,000
Torthorwald	2,000	6,000
Troqueer	2,000	6,000
Glencairn	2,000	6,000
Keir	2,000	6,000
Kirkmahoe	-	6,000
Georgetown	-	6,000
Heathhall	2,000	6,000
Royal Four Towns	2,000	6,000
Tinwald Parish	2,000	6,000
Templand	2,000	6,000
Dalton & Carrutherstown	2,000	6,000
Carronbridge	-	6,000
Dunscore	2,000	6,000
Kirkpatrick-Juxta	2,000	6,000
Thornhill	2,000	6,000
Tynron	2,000	6,000
Hollywood & Newbridge	2,000	6,000
Auldgirth & District	2,000	6,000
Closeburn	2,000	6,000
Eskdalemuir	-	6,000
Irongray	2,000	6,000
Lochside & Woodlands	2,000	6,000
Lochmaben & District	2,000	6,000
Penpont	-	6,000
Wamphray	-	6,000
Johnstone	2,000	6,000
Lockerbie & District	2,000	6,000
Terregles	-	6,000
Kirkmichael	-	6,000
Ae Village	2,000	-
	<u>50,000</u>	<u>186,000</u>

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Voluntary income	-	703,642	703,642
Investment income	<u>480</u>	<u>-</u>	<u>480</u>
Total	480	703,642	704,122

Annandale and Nithsdale Community
Benefit Company Limited

Notes to the Financial Statements - continued
for the Year Ended 31st March 2017

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
EXPENDITURE ON			
Raising funds	-	30,679	30,679
Grants payable			
Community Council Grants	-	186,000	186,000
Foundation Scotland Grants	-	395,572	395,572
Governance Costs	-	<u>1,000</u>	<u>1,000</u>
Total	-	<u>613,251</u>	<u>613,251</u>
NET INCOME/(EXPENDITURE)	480	90,391	90,871
RECONCILIATION OF FUNDS			
Total funds brought forward	-	-	-
TOTAL FUNDS CARRIED FORWARD	<u>480</u>	<u>90,391</u>	<u>90,871</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Other debtors	<u>-</u>	<u>20</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Grants awarded	120,464	139,122
Accrued expenses	<u>1,000</u>	<u>1,000</u>
	<u>121,464</u>	<u>140,122</u>

9. MOVEMENT IN FUNDS

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

Annandale and Nithsdale Community
Benefit Company Limited

Notes to the Financial Statements - continued
for the Year Ended 31st March 2017

9. MOVEMENT IN FUNDS - continued

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

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

10. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st March 2017.

11. 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

Reconciliation of Income and Expenditure
for the Year Ended 27th November 2014 to 31st March 2016

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
INCOMING RESOURCES				
Voluntary Income		703,642	-	703,642
Investment income		<u>480</u>	<u>-</u>	<u>480</u>
Total		704,122	-	704,122
EXPENDITURE ON				
Raising funds		30,679	-	30,679
Grants payable		581,572	-	581,572
Governance costs		<u>1,000</u>	<u>-</u>	<u>1,000</u>
Total		613,251	-	613,251
NET INCOME/(EXPENDITURE)		<u>90,871</u>	<u>-</u>	<u>90,871</u>

Annandale and Nithsdale Community
Benefit Company Limited

Reconciliation of Funds
At 27th November 2014
(Date of Transition to FRS 102)

	Notes	UK GAAP <u>£</u>	Effect of transition to FRS 102 <u>£</u>	FRS 102 <u>£</u>
		-	-	-
CURRENT ASSETS				
Debtors		20	-	20
Cash at bank		<u>230,973</u>	-	<u>230,973</u>
		230,993	-	230,993
CREDITORS				
Amounts falling due within one year		(140,122)	-	(140,122)
NET CURRENT ASSETS		<u>90,871</u>	-	<u>90,871</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		90,871	-	90,871
		<u>90,871</u>	-	<u>90,871</u>
FUNDS				
Unrestricted funds		480	-	480
Restricted funds		<u>90,391</u>	-	<u>90,391</u>
TOTAL FUNDS		<u>90,871</u>	-	<u>90,871</u>

Annandale and Nithsdale Community
Benefit Company Limited

Reconciliation of Funds
At 31st March 2016

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
CURRENT ASSETS				
Debtors		20	-	20
Cash at bank		<u>230,973</u>	<u>-</u>	<u>230,973</u>
		230,993	-	230,993
CREDITORS				
Amounts falling due within one year		(140,122)	-	(140,122)
		<u>90,871</u>	<u>-</u>	<u>90,871</u>
NET CURRENT ASSETS				
		90,871	-	90,871
TOTAL ASSETS LESS CURRENT LIABILITIES				
		<u>90,871</u>	<u>-</u>	<u>90,871</u>
NET ASSETS				
		<u>90,871</u>	<u>-</u>	<u>90,871</u>
FUNDS				
Unrestricted funds		480	-	480
Restricted funds		<u>90,391</u>	<u>-</u>	<u>90,391</u>
TOTAL FUNDS				
		<u>90,871</u>	<u>-</u>	<u>90,871</u>

Annandale & Nithsdale Community Benefit
Company Ltd.

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 year ended 31st March 2017 set out on pages three to five 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

22nd June 2017

Annandale and Nithsdale Community
Benefit Company Limited

Detailed Statement of Financial Activities
for the Year Ended 31st March 2017

	Year Ended 31.3.17 £	Period 27.11.14 to 31.3.16 £
INCOME AND ENDOWMENTS		
Voluntary Income		
Grants	307,871	703,642
Investment income		
Deposit account interest	183	480
Bank compensation	<u>400</u>	<u>-</u>
	<u>583</u>	<u>480</u>
Total incoming resources	308,454	704,122
EXPENDITURE		
Grants Payable		
Foundation Scotland grants	221,101	395,572
Community Council grants	<u>50,000</u>	<u>186,000</u>
	271,101	581,572
Support costs		
Management		
Insurance	805	779
Foundation Scotland Fees	45,000	15,000
Telephone	-	80
Hall fees	136	456
Travelling	109	911
Sundries	253	1,891
Website costs	<u>25</u>	<u>217</u>
	46,328	19,334
Governance costs		
Accountancy fees	1,000	1,000
Professional fees	<u>-</u>	<u>11,345</u>
	<u>1,000</u>	<u>12,345</u>
Total resources expended	318,429	613,251
Net (expenditure)/income	<u><u>(9,975)</u></u>	<u><u>90,871</u></u>

