

Company Registered Number SC286657
Charity Number SC036648

BARMULLOCH COMMUNITY DEVELOPMENT COMPANY LTD
ANNUAL REPORT AND ACCOUNTS
FOR THE PERIOD
1 APRIL 2017 TO 31 MARCH 2018

DIRECTORS REPORT

Structure Governance & Management

The company is limited by guarantee and governed by its Memorandum and Articles of Association. The liability of members is limited to £1 each. The company is accepted as a charitable body by the Office of the Scottish Charity Regulator.

Directors are appointed in accordance with the company's Memorandum and Articles of Association and are recruited from within the local community. The directors set the policies of the company and the day to day running is controlled by staff.

The directors review the principal risks and uncertainties faced by the company at each board meeting. Systems and procedures have been developed to mitigate risks identified and to manage their impact on the company should they materialise. Financial stability is considered to be the major risk facing the company. This is managed by financial budgeting and forecasting and strong controls over working capital. Staff training, accreditation and risk assessments are used to lessen the other operational risks, such as fire, health and safety and food hygiene.

Independent Examiner

JS Thom of JS Thom Ltd Chartered Accountants will be considered for re-appointment.

Statement of Directors Responsibilities

The trustees (who are also directors of the company for the purposes of company law) are responsible for preparing the trustees' report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the incoming resources and application of resources, including the income and expenditure, of the company for that period. In preparing these financial statements the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial accounts comply with the requirements of the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In preparing this report advantage has been taken of the small companies exemption.

Approved by the board of directors and signed on their behalf.

Date of approval: 9/8/18

June M Connolly
Director

**INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES ON THE UNAUDITED ACCOUNTS OF**

page 3

BARMULLOCH COMMUNITY DEVELOPMENT COMPANY LTD

I report on the accounts of the company for the year ended 31/3/2018 set out on pages 4 to 9.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity 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 independent examiner's statement

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 seeks explanations from the 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 the course of 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 comply with Regulation 8 of the 2006 Accounts Regulationshave 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.

J S Thom Chartered Accountant
JS Thom Ltd
Chartered Accountants

Date: 9/8/18

12 Paterson Place
BEARSDEN G61 4RU

**COMBINED STATEMENT OF FINANCIAL ACTIVITIES
AND INCOME & EXPENDITURE
FOR THE YEAR TO 31 MARCH**

				<u>2018</u>	<u>2017</u>
	<u>Notes</u>	<u>£</u> Unrestricted <u>Funds</u>	<u>£</u> Restricted <u>Funds</u>	<u>£</u> Total Funds	<u>£</u> Total <u>Funds</u>
Income from:					
Donations & legacies	2	1,000	140,932	141,932	851,197
Charitable activities		35,180	0	35,180	24,292
Investments - interest		94	0	94	138
Total income		----- 36,274 -----	----- 140,932 -----	----- 177,206 -----	----- 875,627 -----
Expenditure on:					
Charitable activities	4	(67,620)	(78,759)	(146,379)	(117,252)
Total expenditure		----- (67,620) -----	----- (78,759) -----	----- (146,379) -----	----- (117,252) -----
Net income		(31,346)	62,173	30,827	758,375
Transfers		----- 56,755 -----	----- (56,755) -----	----- 0 -----	----- 0 -----
Net movement in funds		25,409	5,418	30,827	758,375
Reconciliation of funds:					
Total funds brought forward		1,709,163	36,835	1,745,998	987,623
Total funds carried forward		----- 1,734,572 =====	----- 42,253 =====	----- 1,776,825 =====	----- 1,745,998 =====

BALANCE SHEET AS AT 31 MARCH

	<i>Notes</i>	2018 £	2017 £
FIXED ASSETS			
Tangible assets	5	1,691,996	1,665,745
CURRENT ASSETS			
Cash at bank and in hand		86,329	82,653
CREDITORS-Amounts due within 1 year	3	(1,500)	(2,400)
Net current assets		84,829	80,253
Total assets less current liabilities		1,776,825	1,745,998
FUNDS			
Unrestricted funds	6	1,734,572	1,709,163
Restricted funds	6	42,253	36,835
		1,776,825	1,745,998

For the year to 31/3/18 the company was entitled to exemption under subsection 1 of section 477 of the Companies Act 2006.

Directors' responsibilities:

The Members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

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

The accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the board of directors and signed on their behalf.

Date of approval: 9/8/18

June M Connolly
Director

NOTES TO THE ACCOUNTS

1. ACCOUNTING POLICIES

The company is a private company incorporated in Scotland, limited by guarantee (No. SC286657), and is a Scottish Charity (No. SC036648). The registered office is 54 Quarrywood Road Glasgow G21 3ET.

The accounts are prepared under the historical cost convention, the Financial Reporting Standard 102 section 1A, the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations (2006) and the Statement of Recommended Practice - Accounting and Reporting by Charities.

Income is accounted for on a receivable basis.

Grants and other donations are recognised where there is entitlement, probability of receipt and the amount can be measured with sufficient reliability. Such income is only deferred when:

- the donor specifies that the grant or donation must only be used in future accounting periods; or
- the donor has imposed conditions which must be met before the charity has unconditional entitlement.

Expenditure is included on the accrual basis and is recognised when there is a legal or constructive obligation to incur the expenditure. As the company is not vat registered, expenditure includes vat where appropriate.

Fixed assets are included in the general fund at cost. Items are capitalised if their useful life is estimated at more than one year and their cost exceeds £500.

Depreciation is provided on all tangible fixed assets at rates estimated to write off the cost of the assets over their useful lives. Property is depreciated straight line over 50 years and fittings & equipment at 25% reducing balance.

Funds are classified between restricted and unrestricted funds. Restricted funds are those donated to the company which are applied in accordance with the donor's specified conditions. Unrestricted funds are those which are applied at the discretion of trustees.

2. DONATIONS & LEGACIES

	<u>2018</u>	<u>2017</u>
	£	£
BIG Lottery - grants	75,719	720,970
GCC - grants	0	40,000
GHA - grants	1,900	10,800
Scottish Government - grants	25,300	15,000
Bank of Scotland Foundation	0	25,000
DTAS - grants	26,448	16,448
Glasgow Can	2,160	0
Henry Duncan Award	4,140	0
CARES	0	19,479
Wheatley Pledge	5,265	3,500
Donations	1,000	0
	-----	-----
	141,932	851,197
	=====	=====

Restricted donations & grants were £140,932 (prior year £851,197).

NOTES TO THE ACCOUNTS

	<u>2018</u>	<u>2017</u>
	<u>£</u>	<u>£</u>
3. CREDITORS - Due within one year		
Other creditors & accruals	1,500	2,400

The company has granted a standard security over its land and buildings at 54 Quarrywood Road Glasgow, in favour of Big Lottery Fund, for any sums due to Big Lottery Fund, in connection with the sum of £1,075,000 granted to the company.

4. RESOURCES EXPENDED**CHARITABLE ACTIVITIES**

PROGRAMME EXPENDITURE

Staff costs	51,849	66,939
Activities	20,432	41,559
Depreciation	38,632	1,375
Legal & professional	678	768
Planning & surveying for Church Hall	12,142	0
Engineering & drainage works for the Broomfield Road Centre	14,160	0

MANAGEMENT AND ADMINISTRATION

Office costs	2,936	2,732
Insurance	4,050	1,479

GOVERNANCE

Audit/Independent examiners fees	1,500	2,400
	-----	-----
	<u>146,379</u>	<u>117,252</u>

Restricted expenditure was £78,759 (prior year £112,780).

STAFF COSTS

The following costs are included in total resources expended:

Salaries & recruitment	51,608	64,343
Social security costs	241	2,596
	-----	-----
	<u>51,849</u>	<u>66,939</u>

Key management employee benefits	<u>37,996</u>	<u>26,004</u>
----------------------------------	---------------	---------------

The average monthly number of persons employed by the company during the year was 4 (prior year 4).

The directors received no remuneration or expenses.

NOTES TO THE ACCOUNTS

	<u>£</u>		<u>£</u>
	Freehold	Fixtures, fittings	
	<u>land & buildings</u>	<u>& equipment</u>	<u>Total</u>
5. FIXED ASSETS			
Tangible Assets			
Cost at 1/4/17	1,661,622	6,320	1,667,942
Additions	48,050	16,833	64,883
Disposals	0	0	0
	-----	-----	-----
Cost at 31/3/18	1,709,672	23,153	1,732,825
	-----	-----	-----
Depreciation at 1/4/17	0	(2,197)	(2,197)
Charge for year	(33,393)	(5,239)	(38,632)
Disposals	0	0	0
	-----	-----	-----
Depreciation at 31/3/18	(33,393)	(7,436)	(40,829)
	-----	-----	-----
NET BOOK VALUE			
As at 31/3/18	1,676,279	15,717	1,691,996
As at 31/3/17	1,661,622	4,123	1,665,745
	=====	=====	=====
6. FUNDS		Unrestricted	Restricted
		<u>funds</u>	<u>funds</u>
At 1/4/17		1,709,163	36,835
Retained surplus/(deficit) for the year		(31,346)	62,173
Transfers		56,755	(56,755)
		-----	-----
At 31/3/18		1,734,572	42,253
		=====	=====
Analysis of net assets between funds:			
Fixed assets		1,691,996	0
Net current assets		42,576	42,253
		-----	-----
Net assets		1,734,572	42,253
		=====	=====

NOTES TO THE ACCOUNTS

		Movement	Fixed asset	
	<u>At 1/4/17</u>	<u>in SOFA</u>	<u>additions</u>	<u>At 31/3/18</u>
Unrestricted fund movements				
General	43,418	10,409	(26,251)	27,576
Reserve	0	15,000	0	15,000
Designated fixed asset fund	1,665,745	0	26,251	1,691,996
	-----	-----	-----	-----
	1,709,163	25,409	0	1,734,572
	=====	=====	=====	=====

The General Fund encompasses all income and expenditure relating to the primary focus activities of the company other than those for which funding is restricted. A reserve has been set up out of the general fund.

The Designated Fixed Asset Fund represents the amount of unrestricted funds tied up in fixed assets.

Restricted funds movements	<u>At 1/4/17</u>	<u>Income</u>	<u>Expenditure</u>	<u>At 31/3/18</u>
DTAS Community employment	0	16,448	(16,448)	0
DTAS Resilience	0	10,000	(23)	9,977
Barclays Football Fund	8,159	0	0	8,159
Big Lottery Grow Community Assets	4,078	30,459	(27,425)	7,112
Big Lottery Celebrate	3,208	0	(2,289)	919
Wheatley Pledge employment	0	5,265	(5,265)	0
Glasgow Can arts grant	0	2,160	(1,869)	291
Henry Duncan Award - young people	0	4,140	0	4,140
Scottish Government Land Fund:				
Broomfield Centre	13,090	15,000	(16,435)	11,655
Church Hall	0	10,300	(10,300)	0
Community Hall Facility Development:				
Big Lottery	0	45,260	(45,260)	0
GHA	8,300	1,900	(10,200)	0
	-----	-----	-----	-----
	36,835	140,932	(135,514)	42,253
	=====	=====	=====	=====