

Charity Registration No SC001152

Company Registration No. SC205004 (Scotland)

**PERTH AND KINROSS SOCIETY FOR THE BLIND**  
**DIRECTORS' REPORT AND ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 2007**

TUESDAY



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# PERTH AND KINROSS SOCIETY FOR THE BLIND

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Directors</b>	Allan Murray, Chairman James Garvie, Vice Chairman Helen Garvie Ginette MacWilliam Dr James MacGregor Fiona Black Margaret Miller John Miller George Sykes Dr Christine Thomas (resigned 23/11/06) John Hunter (appointed 23/11/06)
<b>Secretary</b>	Richard Mazur
<b>Charity number</b>	SC001152
<b>Company number</b>	SC205004
<b>Principal address</b>	14 New Row Perth PH1 5QA
<b>Registered office</b>	14 New Row Perth PH1 5QA
<b>Auditors</b>	Henderson Loggie Chartered Accountants & Registered Auditors Royal Exchange, Panmure Street Dundee DD1 1DZ
<b>Bankers</b>	Bank of Scotland, 10 16 King Edward Street, Perth PH1 5UT  Standard Life Bank Caledonian Exchange 19A Canning Street Edinburgh EH3 8EG

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# PERTH AND KINROSS SOCIETY FOR THE BLIND

## LEGAL AND ADMINISTRATIVE INFORMATION

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### **Solicitors**

Condie  
2 Tay Street  
Perth  
PH1 5LJ

### **Investment advisors**

Barclays Wealth  
Royal Exchange House, 100 Queen Street  
Glasgow  
G1 3DL

### **Treasurers**

Morris & Young,  
Chartered Accountants,  
6 Atholl Crescent,  
Perth  
PH1 5JN

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# 1. PERTH AND KINROSS SOCIETY FOR THE BLIND

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# **PERTH AND KINROSS SOCIETY FOR THE BLIND**

## **DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2007**

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### **Structure, Governance and Management**

#### **Governing Document**

The Society is a charitable company limited by guarantee, incorporated on 15th March 2000. It was formed as an unincorporated association in 1866 and was first registered as a charity sometime in the mid twentieth century. The company was established under a Memorandum of Association, which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up, members will have a liability of £1.

#### **Recruitment and Appointment of Directors**

The ten Directors of the company are also charity trustees for the purpose of charity law. Under the requirements of the Memorandum and Articles of Association they are elected by members of the company to serve for a maximum of two three year periods, after which they are eligible for annual re election. Half of the ten Directors must be registered as blind or partially sighted. In addition to the elected Directors, Perth and Kinross Council have the right to appoint two additional Directors. These Directors do not have a vote, but act as observers. The Manager of the Society also acts as Company Secretary.

#### **Trustee Induction and Training**

All Directors attended a training day in June 2005, run by an outside facilitator. This covered the responsibilities of Charity Trustees, the role of Board members, their relationship with the Secretary and Manager and other paid staff, their understanding of the objects and work of the organisation and their financial responsibilities. Following the training day, the material used and other relevant information was assimilated into a welcome pack, which is used to train new trustees.

#### **Risk Management**

The Society is fully insured and in addition to full cover for damage to property, contents and stock there is cover for business interruption for a period of two years and for loss of rental income for a period of three years. Employer's Liability is £10m and Public Liability is £5m for any one event. Personal Accident cover is in place for both staff and volunteers. A review of new requirements under the Fire (Scotland) Act 2005 took place during the year.

#### **Objectives and Activities**

The objects of the Society are to promote the welfare of registered blind and partially sighted persons residing within the area administered by Perth and Kinross Council and to alleviate material hardship of such persons through regular visitation and disbursement of funds. It has done this over the period in question by carrying out its duties under the Service Level Agreement with Perth and Kinross Council and the provision of charitable activities as detailed below. In addition the sum of £1,626 has been disbursed to members in need through its hardship grant scheme and aids worth £2,398 have been given under the same scheme.

#### **Achievements and Performance**

Perth and Kinross Society for the Blind covers all areas administered by Perth and Kinross Council and acts as the Council's agent, under a service level agreement, in providing statutory services to all people with a serious, non correctable sight loss.

All those referred to the Society are entitled to a specialist assessment of their needs and generally clients will be contacted within three working days of referral and seen within two weeks.

The Council now operates a banding system under the Governments Fair Access to Care Services guidance for all people who request Community Care services. This means that, after assessment, each

# **PERTH AND KINROSS SOCIETY FOR THE BLIND**

## **DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007**

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case is given a priority banding ranging from 1 to 4, those in band 1 having critical needs which need immediate intervention to those in band 4 who may be very independent and just require information and advice. Only bands 1 and 2 are entitled to receive Community Care services.

Under the terms of its agreement with the Council, the Society is now operating a similar system for all new cases and for existing cases at the point of Review. Another new requirement is the offer of a Carer's Assessment and Carer's Emergency Card where this is appropriate.

Over the period 1st April 2006 – 31st March 2007 Society staff carried out 146 assessments and 590 reviews. Over the period the Register of Blind and Partially Sighted people grew from 812 to 815.

In addition to the statutory side of its work the Society always tries to ensure that supportive services and the opportunity to meet with other people with similar problems for friendship and leisure is available to as many visually impaired people as possible. To this end it continues to arrange a wide range of social and recreational activities throughout the year, providing transport wherever possible. Yoga, Keep Fit, Craft Classes, Games Afternoons, Monthly Socials, Reminiscence Groups, Self Help Groups, Tapestry Groups and both indoor and outdoor Bowling take place throughout the year and Christmas Lunches, Subsidised Holidays, Summer Outings and children's Pantomime Outings occur at the appropriate seasons. Regular information is given to members through regular large print newsletters and talking newspapers.

### **Financial Review**

The charity made a surplus in the year ended 31 March 2007 of £140,063, this was before a gain in investment assets of £21,313 (2006 £107,565), gain on pension scheme of £40,685 (2006 – nil) and other movements on pensions of £12,368 (2006 – nil) which results in a net movement in funds of £214,729 (2006 £44,992).

The reason for the increase from a deficit in 2006 to a surplus this year was principally due to no legacies being received in 2006 and £177,990 being received in this financial year.

All other expenses were relatively in line with 2006.

### Principal Funding Sources

The main source of funding in 2007 came from donations and legacies totalling £198,581 (2006 19,520). As last year, there was £25,000 of rental income from St Leonards Bank and some £14,177 (2006 – 8,188) of room rental income. Perth and Kinross Council continued to provide funding amounting to £123,122 (2006 £104,805).

### Investment Policy

Investments are stated at market value. The market value of investments held in the year totalled £699,509 compared with £682,054 at 31 March 2006.

### Reserves Policy

There is a balance of £1,165,128 on unrestricted and non designated funds, this equates to approximately 56 months' expenditure. The Directors believe that, due to the volatility of funding, this amount should be left in unrestricted reserves.

### FRS 17 Report

All figures included in note 16 are taken from the FRS17 Report provided by Dundee City Council. There is a pension liability at the year end of £80,117 compared with £131,000 last year.

# **PERTH AND KINROSS SOCIETY FOR THE BLIND**

## **DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007**

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### **Plans for Future Periods**

It is regrettable that negotiations with Perth and Kinross Council to ensure that our work under the Service Level Agreement is more adequately funded have not progressed further. In the financial year covered by this report it is estimated that the statutory side of our business was subsidised by some £45,000 from charitable funds.

On the charitable side we hope to extend our pool of volunteers to enable a wider range of activities to be offered. A seven seater people carrier has been purchased to help with the transport of smaller groups.

It is intended to revise our Memorandum and Articles of Association to take into account changes in charity legislation and current best practice.

**Approved on 19 October 2007**

A handwritten signature in black ink, reading 'James Garvie' in a cursive script.

**James Garvie, Vice Chairman**

# **PERTH AND KINROSS SOCIETY FOR THE BLIND**

## **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

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The directors are responsible for preparing the annual report and the accounts in accordance with applicable law and regulations

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The accounts are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those accounts, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable United Kingdom Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts, and
- prepare the accounts 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 accounts comply with the Companies Act 1985. 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of accounts may differ from legislation in other jurisdictions.



# **PERTH AND KINROSS SOCIETY FOR THE BLIND**

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF PERTH AND KINROSS SOCIETY FOR THE BLIND**

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We have audited the accounts of Perth and Kinross Society for the Blind for the year ended 31 March 2007, which comprise the statement of financial activities, balance sheet and related notes. These accounts have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

The directors' responsibilities for preparing the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether, in our opinion, the information given in the Directors' Report is consistent with the accounts.

In addition, we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

### **Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

# PERTH AND KINROSS SOCIETY FOR THE BLIND

## INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE MEMBERS OF PERTH AND KINROSS SOCIETY FOR THE BLIND

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### Opinion

In our opinion

- the accounts give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 March 2007 and of its profit for the year then ended,
- the accounts have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the accounts



**Henderson Loggie**  
Chartered Accountants  
Registered Auditors  
Dundee

Date

25 October 2007

# PERTH AND KINROSS SOCIETY FOR THE BLIND

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2007

	Notes	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2007 £	Total 2006 £
<b>Incoming resources from generated funds</b>						
Donations and legacies	2	198,581	-	-	198,581	19,520
Activities for generating funds	3	8,293	-	-	8,293	9,055
Investment income	4	68,535	-	-	68,535	68,471
		275,409		-	275,409	97,046
Grants received for charitable activities	5	-	-	123,122	123,122	104,805
Other incoming resources	6	796			796	1,162
<b>Total incoming resources</b>		276,205	-	123,122	399,327	203,013
<b>Resources expended</b>						
<b>Costs of generating funds</b>	7					
Trading	3	10,806		-	10,806	10,834
<b>Charitable activities</b>						
Costs in furtherance of charity's objects		76,929	1,261	152,266	230,456	246,054
Governance costs		1,829	-	7,161	8,990	8,698
<b>Total resources expended</b>		89,564	1,261	159,427	250,252	265,586
<b>Net incoming/(outgoing) resources before transfers</b>		186,641	(1,261)	(36,305)	149,075	(62,573)
Gross transfers between funds		(36,305)	-	36,305	-	
<b>Net incoming/(outgoing) resources</b>		150,336	(1,261)	-	149,075	(62,573)
<b>Other recognised gains and losses</b>						
Actuarial Gain on Pension Scheme		40,685	-	-	40,685	-
Gains on investment assets		21,313	-	-	21,313	107,565
Pension Past Service Costs		12,668			12,668	
<b>Net movement in funds</b>		225,002	(1,261)		223,741	44,992
Fund balances at 1 April 2006		940,126	18,366	70,341	1,028,833	983,841
<b>Fund balances at 31 March 2007</b>		1,165,128	17,105	70,341	1,252,574	1,028,833

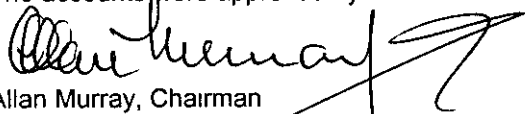
All activities reflected in these Accounts relate to continuing operations

# PERTH AND KINROSS SOCIETY FOR THE BLIND

## BALANCE SHEET AS AT 31 MARCH 2007

	Notes	2007 £	£	2006 £	£
<b>Fixed assets</b>					
Tangible assets	14	471,850		473,551	
Investments	15	699,509		682,054	
		<u>1,171,359</u>		<u>1,155,605</u>	
<b>Current assets</b>					
Stocks		9,670		8,152	
Debtors	16	1,187		6,507	
Cash at bank and in hand		158,785		10,586	
		<u>169,642</u>		<u>25,245</u>	
<b>Creditors' amounts falling due within one year</b>	18	<u>(8,310)</u>		<u>(21,017)</u>	
<b>Net current assets</b>		<u>161,332</u>		<u>4,228</u>	
<b>Total assets less current liabilities</b>		<u>1,332,691</u>		<u>1,159,833</u>	
<b>Pension Liability</b>	17	<u>(80,117)</u>		<u>(131,000)</u>	
<b>Net assets</b>		<u>1,252,574</u>		<u>1,028,833</u>	
<b>Income funds</b>					
Restricted funds	20				
New Row Development Fund		<u>70,341</u>		<u>70,341</u>	
		<u>70,341</u>		<u>70,341</u>	
Unrestricted funds					
Designated funds					
Miss Wilkie Benevolent Fund		<u>17,105</u>		<u>18,366</u>	
		<u>17,105</u>		<u>18,366</u>	
Other charitable funds					
Unrestricted capital funds		<u>1,165,128</u>		<u>940,126</u>	
		<u>1,165,128</u>		<u>940,126</u>	
		<u>1,252,574</u>		<u>1,028,833</u>	

The accounts were approved by the Board on 19 October 2007

  
Allan Murray, Chairman  
Director

# PERTH AND KINROSS SOCIETY FOR THE BLIND

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2007

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### 1 Accounting policies

#### 1.1 Basis of preparation

The accounts have been prepared under the historical cost convention modified to include the revaluation of certain fixed assets

The Charity has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small Charity

The accounts have been prepared in accordance with applicable accounting standards, the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 and the Companies Act 1985

#### 1.2 Incoming resources

All incoming resources are included in the statement of financial activity when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy

#### 1.3 Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources. Management and administration costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

#### 1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Freehold land is not depreciated

Freehold buildings	2% straight line
Fixtures, fittings & equipment	20% straight line
Motor vehicles	25% Straight Line

#### 1.5 Leasing and hire purchase commitments

Rental income from operating leases is recognised on a straight line basis over the term of the lease.

#### 1.6 Investments

Fixed asset investments are stated at market value.

#### 1.7 Stock

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

# PERTH AND KINROSS SOCIETY FOR THE BLIND

## NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007

### 1 Accounting Policies

(continued)

#### 1.8 Pensions

The Charity is a member of the Tayside Superannuation Fund, a defined benefit pension scheme

This has been accounted for under the Financial Reporting Standard (FRS 17) Under this accounting standard pension scheme assets are measured using market values and pension scheme liabilities are measured using the projected unit credit actuarial method

Any increase in the present value of liabilities within the Charity's defined benefit pension schemes expected to arise from employee service in the year is charged as service costs to net incoming resources

The expected return on the scheme's assets and the increase in the present value on the scheme's liabilities arising from the passage of time are included in finance income Actuarial gains and losses are recognised in the Statement of Financial Activities Pension scheme surpluses, to the extent that they are considered recoverable, or deficits are recognised in full and presented on the face of the Balance Sheet

#### 1.9 Accumulated funds

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes The aim and use of each restricted fund is set out in the notes to the financial statements

Designated funds comprise unrestricted funds that have been set aside by the directors for particular purposes The aim and use of each designated fund is set out in the notes to the financial statements

Other charitable funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes

### 2 Donations and legacies

	2007 £	2006 £
Donations and gifts	20,591	19,520
Legacies receivable	177,990	
	<u>198,581</u>	<u>19,520</u>
<b>Legacies receivable</b>		
Unrestricted funds	177,990	
Legacies receivable	<u>177,990</u>	

# PERTH AND KINROSS SOCIETY FOR THE BLIND

## NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007

### 3 Activities for generating funds

	2007 £	2006 £
Activities for generating funds	8,293	9,055
Trading	(10,806)	(10,834)
<b>Net Activities for generating funds</b>	<b>(2,513)</b>	<b>(1,779)</b>

### 4 Investment income

	2007 £	2006 £
Rental income	39,177	33,188
Income from listed investments	27,647	34,081
Interest receivable	1,711	1,202
	<b>68,535</b>	<b>68,471</b>

### 5 Grants received for charitable activities

	2007 £	2006 £
Perth & Kinross Council	<b>123,122</b>	<b>104,805</b>

### 6 Other incoming resources

	2007 £	2006 £
Other income	<b>796</b>	<b>1,162</b>

# PERTH AND KINROSS SOCIETY FOR THE BLIND

## NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007

### 7 Total resources expended

	Staff costs £	Depreciation £	Other costs £	Grant funding £	Total 2007 £	Total 2006 £
<b>Costs of generating funds</b>						
Trading	-	-	10,806	-	10,806	10,834
<b>Charitable activities</b>						
<u>Costs in furtherance of charity's objects</u>						
Activities undertaken directly	155,322	7,371	34,623		197,316	207,903
Grant funding of activities	-	-	-	1,261	1,261	2,065
Support costs		-	31,879		31,879	36,086
Total	155,322	7,371	66,502	1,261	230,456	246,054
<b>Governance costs</b>	-	-	8,990		8,990	8,698
	<u>155,322</u>	<u>7,371</u>	<u>86,298</u>	<u>1,261</u>	<u>250,252</u>	<u>265,586</u>

### 8 Activities undertaken directly

	2007 £	2006 £
Other costs relating to costs in furtherance of charity's objects comprise		
Social Activities & Holidays	16,633	19,644
Talking Book Rentals	17,990	13,786
	<u>34,623</u>	<u>33,430</u>

### 9 Grants payable

	2007 £	2006 £
Costs in furtherance of charity's objects	<u>1,261</u>	<u>2,065</u>

### 10 Support costs

	2007 £	2006 £
Premises Expenses	23,450	25,907
Office Expenses	8,429	10,179
	<u>31,879</u>	<u>36,086</u>



# PERTH AND KINROSS SOCIETY FOR THE BLIND

## NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007

### 11 Governance costs

	2007 £	2006 £
Other governance costs comprise		
Treasurers Fees	7,399	4,123
Audit Fees	1,757	1,571
Professional Fees	2,302	3,004
Net Return on pension	(2,468)	
	<u>8,990</u>	<u>8,698</u>

### 12 Directors

The only Director who received expenses in the year was Helen Garvie who received £462 (2006 nil) in respect of travel expenses

### 13 Employees

#### Number of employees

The average monthly number of employees during the year was

	2007 Number	2006 Number
Management staff	1	1
Other staff charitable	6	7
	<u>7</u>	<u>8</u>

#### Employment costs

	2007 £	2006 £
Wages, salaries and staff expenses	124,407	135,673
Social security costs	7,979	7,718
Other pension costs	22,936	22,000
	<u>155,322</u>	<u>165,391</u>

There were no employees whose annual emoluments were £60,000 or more

# PERTH AND KINROSS SOCIETY FOR THE BLIND

## NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007

### 14 Tangible fixed assets

	Land and buildings	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
<b>Cost</b>				
At 1 April 2006	475,000	24,411		499,411
Additions			5,670	5,670
<b>At 31 March 2007</b>	<b>475,000</b>	<b>24,411</b>	<b>5,670</b>	<b>505,081</b>
<b>Depreciation</b>				
At 1 April 2006	4,200	21,660		25,860
Charge for the year	4,200	1,753	1,418	7,371
<b>At 31 March 2007</b>	<b>8,400</b>	<b>23,413</b>	<b>1,418</b>	<b>33,231</b>
<b>Net book value</b>				
<b>At 31 March 2007</b>	<b>466,600</b>	<b>998</b>	<b>4,252</b>	<b>471,850</b>
At 31 March 2006	470,800	2,751		473,551

# PERTH AND KINROSS SOCIETY FOR THE BLIND

## NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007

### 14 Tangible fixed assets

(continued)

#### Analysis of cost or valuation of land and buildings

	2007 £	2006 £
Investment properties	265,000	265,000
Other land and buildings		
Charitable properties	210,000	210,000
	<u>475,000</u>	<u>475,000</u>

The properties held by Perth and Kinross Society for the Blind were revalued by Langley Taylor, Chartered Surveyors, on 19 May 2005

#### Comparable historical cost for the land and buildings included at valuation.

	2007 £	2006 £
Cost	578,695	578,695
Accumulated depreciation	58,990	49,490
At 31 March 2007	<u>519,705</u>	<u>529,205</u>

All other tangible fixed assets are stated at historical cost

### 15 Fixed asset investments

£

Market value at 1 April 2006	682,054
Disposals at market value	(82,796)
Acquisitions at cost	62,988
Realised Gains	17,578
Increase in unrealised appreciation	1,453
Gerrard Deposit account balance	18,232
<b>Market value at 31 March 2007</b>	<b><u>699,509</u></b>
Historical cost	
At 31 March 2007	<u>388,879</u>
At 31 March 2006	<u>391,107</u>

# PERTH AND KINROSS SOCIETY FOR THE BLIND

## NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007

<b>16 Debtors</b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Other debtors	<b>1,187</b>	<b>6,507</b>
<b>17 Defined benefit pension</b>	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Current service cost	<b>22,936</b>	<b>22,000</b>
	<b>2007</b>	<b>2006</b>
	<b>%</b>	<b>%</b>
<b>The major assumptions used by the actuary were</b>		
Rate of increase in salaries	<b>4.8</b>	<b>4.5</b>
Rate of increase in pensions pay	<b>3.3</b>	<b>3.0</b>
Discount rate	<b>5.4</b>	<b>4.9</b>
Inflation assumption	<b>3.3</b>	<b>3.0</b>
	<b>2007</b>	<b>2006</b>
	<b>%</b>	<b>%</b>
<b>The long term expected rates of return are as follows:</b>		
Equities	<b>7.2</b>	<b>7.0</b>
Gilts	<b>4.4</b>	<b>4.2</b>
Other bonds	<b>5.4</b>	<b>4.9</b>
Property	<b>6.7</b>	<b>6.5</b>
Cash	<b>5.0</b>	<b>4.0</b>
	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
<b>The assets in the scheme are as follows:</b>		
Equities	<b>455,136</b>	<b>415,200</b>
Gilts	<b>67,630</b>	<b>68,200</b>
Other bonds	<b>26,017</b>	<b>27,200</b>
Property	<b>68,824</b>	<b>49,200</b>
Cash	<b>14,352</b>	<b>13,200</b>
Total market value of assets	<b>631,959</b>	<b>573,000</b>
Present value of scheme liabilities	<b>712,076</b>	<b>704,000</b>
Net pension liability	<b>(80,117)</b>	<b>(131,000)</b>

# PERTH AND KINROSS SOCIETY FOR THE BLIND

## NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007

### 17 Defined benefit pension

(continued)

	2007 £	2006 £
<b>Analysis of amount credited to other finance income</b>		
Expected return on pension scheme assets	37,300	30,000
Interest on pension scheme liabilities	(34,834)	(31,000)
Net return	(2,466)	(1,000)

	2007 £	2006 £
<b>Analysis of amount recognised in the statement of financial activities</b>		
Actual return less expected return on pension scheme assets	12,046	96,000
Experience gains and losses arising on scheme liabilities		
Changes in assumptions underlying the present value of the scheme liabilities	28,639	(97,000)
Actuarial gains other		
Actual loss recognised in the statement of financial activities	40,685	(1,000)

	2007 £	2006 £
<b>Movement in deficit during the year</b>		
Scheme deficit at 1 April 2006	(131,000)	(127,000)
Operating charge	(22,936)	(22,000)
Other finance income	2,466	(1,000)
Contributions made	18,000	19,000
Actuarial losses	40,685	
Other movements	12,668	
Scheme deficit at 31 March 2007	(80,117)	(131,000)

	2007 £	2006 £
<b>History of experience gains and losses</b>		
Difference between the expected and actual return on scheme assets		
Amount	12,046	96,000
Percentage of assets	1.9%	16.8%

# PERTH AND KINROSS SOCIETY FOR THE BLIND

## NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007

18 Creditors' amounts falling due within one year	2007 £	2006 £
Other creditors	<u>8,310</u>	<u>21,017</u>

### 19 Share capital

The charity is a company limited by guarantee. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

### 20 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				
	Balance at 1 April 2006	Incoming resources	Resources expended	Transfers	Balance at 31 March 2007
	£	£	£	£	£
Statutory Duties		123,122	(159,427)	36,305	
New Row Development Fund	70,341				70,341
	<u>70,341</u>	<u>123,122</u>	<u>(159,427)</u>	<u>36,305</u>	<u>70,341</u>

# PERTH AND KINROSS SOCIETY FOR THE BLIND

## NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007

### 21 Analysis of net assets between funds

	Unrestricted funds £	Designated funds £	Restricted funds £	Total £
Fund balances at 31 March 2007 are represented by				
Tangible fixed assets	401,509		70,341	471,850
Investments	699,509			699,509
Current assets	152,537	17,105		169,642
Creditors amounts falling due within one year	(8,310)			(8,310)
Creditors amounts falling due after more than one year	(80,117)			(80,117)
	<u>1,165,128</u>	<u>17,105</u>	<u>70,341</u>	<u>1,252,574</u>
Unrealised gains included above				
On investments	1,453			1,453
	<u>1,453</u>			<u>1,453</u>
Reconciliation of movements in unrealised gains				
Net gains on revaluations in year	1,453			1,453
Unrealised gains at 31 March 2007	<u>1,453</u>			<u>1,453</u>

### 22 Related parties

5 of the Directors are registered blind. These directors do not receive any beneficial treatment from the Society.