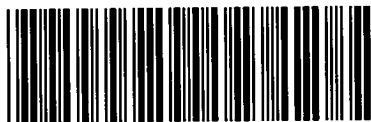


Charity number: SC030322  
Company number: SC209046

**Ionad Chaluim Chille Ile**  
**Directors' report and financial statements**  
**for the year ended 31 July 2020**

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# **Ionad Chaluim Chille Ile**

## **Contents**

	<b>Page</b>
Legal and administrative information	<b>1</b>
Directors' report	<b>2 - 5</b>
Independent examiner's report	<b>6</b>
Statement of financial activities	<b>7</b>
Balance sheet	<b>8 - 9</b>
Notes to the financial statements	<b>10 - 20</b>

## **Ionad Chaluim Chille Ile**

### **Legal and administrative information**

**Charity number** SC030322  
**Company registration number** SC209046

**Patron** Brian Wilson

**Business address** Garnatra  
Bowmore  
Isle of Islay  
PA43 7LN

**Registered office** An Teanga  
Sleite  
Isle of Skye  
IV44 8RQ

**Directors** Robin Anderson Currie  
Dr Dorothy Orma Dennis  
Catherine Johnston  
Dr Donald Munro  
Professor Neil Peter Simco  
Dr Gillian Munro

<b>Secretary</b>	Karen Kennedy Neil Iain Woodrow	Resigned 2 October 2020 Appointed 2 October 2020
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**Accountants** R A Clement Associates  
Chartered Accountants  
5 Argyll Square  
Oban  
PA34 4AZ

**Bankers** Bank of Scotland  
Broadford  
Isle of Skye  
IV49 9AB

## **Ionad Chaluim Chille Ile**

### **Report of the directors (incorporating the trustees' report) for the year ended 31 July 2020**

The directors present their report and the financial statements for the year ended 31 July 2020. The directors, who are also trustees of Ionad Chaluim Chille Ile for the purposes of charity law and who served during the year and up to the date of this report are set out on page 1.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published on 16 July 2014 (FRS 102), (effective January 2015).

#### **Structure, governance and management**

##### ***Governing Document***

The organisation is a charitable company limited by guarantee, incorporated on 12 July 2000 and is recognised as a Scottish charity. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed by its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

##### ***Recruitment and Appointment of Trustees***

The Board of ICCI consists of local Gaelic-speaking Directors and non-local Directors with relevant expertise in key strategic areas such as higher and community education and rural development. As such, new Directors are appointed depending on the skills and expertise required by the company but, being a busy community learning centre, it is preferable if the majority of Directors are Gaelic speakers based on Islay. Suitable candidates are identified and approached in partnership with other local groups involved in Gaelic development.

##### ***Trustee induction and training***

An external Consultant has, in the past, delivered periodic training to the Board of Directors as required on their roles and responsibilities. A Director induction process for new Board members has been developed by the Manager.

##### ***Risk Management***

The Trustees have examined the major business and operational risks which the Trust faces and have established systems to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

##### ***Organisational Structure***

Ionad Chaluim Chille Ile (hereinafter referred to as the "Gaelic Centre") is run by a voluntary Board of Directors which meets quarterly or on such occasions as are deemed necessary. Islay based members also meet in between meetings of the full Board, as and when necessary, to deal with operational matters. The Chair also has regular review meetings with the Centre Manager and, less frequently, with other staff members.

The Board of Directors is chaired by Catherine Johnston. The Vice Chair is Dorothy Dennis. The maximum composition of the Board is 10 members including representatives from Sabhal Mòr Ostaig and UHI. In addition to Board members, HIE have observer status.

During this period the Gaelic Centre employs two full time and four part-time staff, with three additional members being project staff on short term contract arrangements.

##### ***Remuneration of Key Management Personnel***

The Key Management Personnel are considered to be the Board of Trustees and the Gaelic Centre Manager. Trustees are not remunerated. The Board annually reviews the remuneration package of the Gaelic Centre Manager. Where possible, job roles and remuneration are externally benchmarked against similar organisations.

## **Ionad Chaluim Chille Ile**

### **Report of the directors (incorporating the trustees' report) for the year ended 31 July 2020**

#### **Objects & Purposes of the Charity**

**In terms of Clause 3 of the Gaelic Centre's Memo and Articles its principal objectives are :-**

- 1) To advance education and in particular with regard to the Gaelic language and Gaelic heritage, culture, arts, crafts and music.*
- 2) To promote, establish, operate and / or support other schemes of a charitable nature for the benefit of the residents of Islay and neighbouring areas.*

This is achieved through the operation of a Gaelic Community and Education facility on the Isle of Islay. This provides facilities for the local community along with part-time and summer courses in Gaelic language, song and traditional music together with regular exhibitions, conferences and a genealogy research facility. The centre is also developing a distance learning programme for Gaelic tuition.

#### **Main Achievements**

The principal activities of Ionad Chaluim Chille Ìle (ICCI) in pursuance of its charitable objects in the year 2019-20 were as follows:-

##### ***a. Education***

During the period up to Lockdown the Gaelic Centre staff delivered a very full programme of classes and activities at various levels comprising:-

Pàrant is Pàiste, ( Parent and Toddler ), Gaelic Bookbug, Gaelic Youth Clubs for Primary and High School pupils, Primary School Gaelic tuition for the Language 1+ 2 programme, provision of Higher Gaelic classes for High School students and adults, four different levels of Gaelic classes for adults, Gaelic conversation workshops, four different levels of " Gaelic in the Workplace " tuition for staff in two local authorities. This entailed approx. 154 people receiving regular, progressive tuition, or the opportunity to use Gaelic over the course of the year.

During Lockdown all Gaelic classes and conversation workshops were moved online, including additional Gaelic conversation workshops which replaced the summer workshops.

##### ***b. Culture and Language***

There was a steady programme of musical events and musical tuition in the Gaelic Centre over the year as well as a number of well received exhibitions. In particular there was a joint project with Tobar an Dualchais to promote Gaelic at the end of 2019. The Gaelic Centre also made progress with its Islay genealogy programme. A Gaelic language policy and Development plan have been developed and are in operation.

##### ***c. Commercial Activities***

Room Rental.

The Gaelic Centre continues to be acknowledged and widely used as the island's main community hub and meeting place by local community groups, public bodies, local businesses and training agencies.

## **Ionad Chaluim Chille Ile**

### **Report of the directors (incorporating the trustees' report) for the year ended 31 July 2020**

#### **Cafaidh Blasta and Am Bùth Beag / Gaelic Centre Café and Shop**

The café is franchised to a local business person. It continued to be very busy and also provides catering for organisations using the Gaelic Centre.

Again, these activities had to be curtailed during lockdown

#### **Strategy and Business Planning**

Existing services and new proposals for the stabilisation and development of Gaelic language and culture on Islay are constantly under consideration by the staff and Board of the Gaelic Centre. Fortunately plans for an online delivery programme were well advanced prior to lockdown.

#### ***Financial Review***

Core funding from Bòrd na Gàidhlig remained static for the financial year 2019-20 and in line with its budget the Gaelic Centre was able to make a small surplus for the year before charging depreciation.

The buildings depreciation charge has been shown separately in the Statement of Financial Activities under Designated Funds.

#### ***Principal Funding Sources***

The main funder of the Gaelic Centre remains Bòrd na Gàidhlig which has a three year contract with the Gaelic Centre to deliver Gaelic classes and activities. In addition the Gaelic Centre continues to obtain yearly contracts from Argyll and Bute Council to deliver Gaelic classes and other tuition. It also obtained a new contract to deliver Gaelic classes for North Lanarkshire Council. In this financial year the Gaelic Centre was also able to obtain funding from the Scottish Government to develop its heritage programme and was also able to generate income through delivery of Gaelic classes and its commercial activities.

#### ***Reserves Policy***

It is the intention of the Gaelic Centre to build up reserves sufficient to cover six months' charitable expenditure. At current levels of expenditure this would equate to approx. £90,000. The Gaelic Centre currently has free reserves of £71,415 of that target, of which £52,292 is liquid working capital, representing only 79% of that target.

#### **Plans for future periods**

The Manager continues to develop and implement the agreed management plan which it is intended to include:-

- a. Increased provision and uptake of courses, including introduction of approved FE courses
- b. Increased community involvement and activities
- c. Increased services to the Council and other clients
- d. Developing the Gaelic Centre as a Heritage Hub
- e. Developing the facilities at the Gaelic Centre
- f. Identification of new business opportunities
- g. Development of links with Ireland

## **Ionad Chaluim Chille Ile**

### **Report of the directors (incorporating the trustees' report) for the year ended 31 July 2020**

#### ***Coronavirus***

Notwithstanding the Centre's achievements to date, plans continue to be tempered by impact of the Covid-19 crisis.

A Recovery Plan has been formulated, and is currently being implemented, to reopen the Centre which has been closed during the crisis. During the periods of closure a full programme of Gaelic classes was delivered online and the café offered a part time takeaway service. The main impact was felt on our trading activities such as Conference and room rentals, shop and heritage activities.

The future may be currently uncertain but there is a degree of optimism that the Centre can weather this storm.

#### **Trustees' responsibilities in relation to the financial statements**

The directors (who are also trustees of Ionad Chaluim Chille Ile under charity law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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

- select suitable accounting policies and then 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and which enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

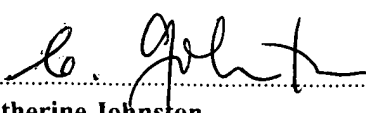
The directors are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Fiona McGlynn, C.A. of R A Clement Associates was appointed as independent examiner and the directors recommend that Fiona McGlynn, C.A. remains in office until further notice.

#### **Small company provisions**

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

This report was approved by the Board on 14<sup>th</sup> June 21 and signed on its behalf by

  
Catherine Johnston  
Chair

## **Ionad Chaluim Chille Ile**

### **Independent examiner's report to the directors on the unaudited financial statements of Ionad Chaluim Chille Ile.**

I report on the accounts for the year ended 31 July 2020 set out on pages 2 to 20.

This report is made to the charity's Trustees in accordance with the terms of my engagement. My work has been undertaken to enable me to prepare the financial statements on behalf of the charity's Trustees and for no other purpose.

To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees, as a body, for my work or this report.

#### **Respective responsibilities of trustees and independent examiner**

The charity's trustees (who are also the directors of the company for purposes of company law) are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 (the Act) and the Charities Accounts (Scotland) Regulations 2006 (as amended). The charity's 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 is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended). 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 Regulations
  - to prepare accounts which agree with the accounting records and comply with Regulation 8 of the 2006 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.

.....  
**Fiona McGlynn. C.A.**  
**Chartered Accountant**  
**Independent examiner**

8/6/21  
.....  
**Date**

**Of R A Clement Associates**  
**5 Argyll Square**  
**Oban**  
**Argyll**  
**PA34 4AZ**



**Ionad Chaluim Chille Ile**

**Statement of financial activities (incorporating the income and expenditure account)**

**For the year ended 31 July 2020**

	Notes	Unrestricted funds £	Restricted funds £	Designated funds £	2020 Total £	Unrestricted funds £	Restricted funds £	Designated funds £	2019 Total £
<b>Income from:</b>									
Donations, Grants & Legacies	2	26,840	9,398	-	36,238	1,388	19,226	-	20,614
Charitable activities	4	123,872	1,026	-	124,898	119,509	-	-	119,509
Other activities	3	20,286	-	-	20,286	28,137	-	-	28,137
<b>Total income</b>		<u>170,998</u>	<u>10,424</u>	<u>-</u>	<u>181,422</u>	<u>149,034</u>	<u>19,226</u>	<u>-</u>	<u>168,260</u>
<b>Expenditure on:</b>									
Charitable activities	5,6	141,116	20,808	29,888	191,812	163,335	25,303	29,888	218,526
<b>Total expenditure</b>		<u>141,116</u>	<u>20,808</u>	<u>29,888</u>	<u>191,812</u>	<u>163,335</u>	<u>25,303</u>	<u>29,888</u>	<u>218,526</u>
<b>Net income/(expenditure)</b>		29,882	(10,384)	(29,888)	(10,390)	(14,301)	(6,077)	(29,888)	(50,266)
Transfers between funds		(1,232)	1,232	-	-	-	-	-	-
<b>Net movement in funds</b>		28,650	(9,152)	(29,888)	(10,390)	(14,301)	(6,077)	(29,888)	(50,266)
<b>Reconciliation of funds:</b>									
Total funds brought forward		42,765	116,627	1,479,034	1,638,426	57,066	122,704	1,508,922	1,688,692
<b>Total funds carried forward</b>		<u>71,415</u>	<u>107,475</u>	<u>1,449,146</u>	<u>1,628,036</u>	<u>42,765</u>	<u>116,627</u>	<u>1,479,034</u>	<u>1,638,426</u>

The Statement of Financial Activities includes all gains and losses recognised in the year  
All income and expenditure derive from continuing activities.

The notes on pages 10 to 20 form an integral part of these financial statements.

# Ionad Chaluim Chille Ile

## Balance sheet as at 31 July 2020

SC209046

	Notes	£	2020 £	£	2019 £
<b>Fixed assets</b>					
Tangible assets	10		1,550,352		1,576,901
<b>Current assets</b>					
Debtors	11	14,869		11,524	
Cash at bank and in hand		73,050		60,598	
		<u>87,919</u>		<u>72,122</u>	
<b>Creditors: amounts falling due within one year</b>	12	<u>(10,235)</u>		<u>(10,597)</u>	
<b>Net current assets</b>			<u>77,684</u>		<u>61,525</u>
<b>Net assets</b>			<u>1,628,036</u>		<u>1,638,426</u>
<b>Funds</b>	13				
Designated funds			1,449,146		1,479,034
Restricted income funds			107,475		116,627
Unrestricted income funds			<u>71,415</u>		<u>42,765</u>
<b>Total funds</b>			<u>1,628,036</u>		<u>1,638,426</u>

The financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The directors' statements required by s475(2) and s475(3) are shown on the following page which forms part of the Balance Sheet.

The notes on pages 10 to 20 form an integral part of these financial statements.

**Ionad Chaluim Chille Ile**

**Balance sheet (continued)**

SC209046

**Directors statements required by the Companies Act 2006  
for the year ended 31 July 2020**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by section 477 of the Companies Act 2006 ;

(b) that no notice has been deposited at the registered office of the company pursuant to section 476 of the Companies Act 2006 requesting that an audit be conducted for the year ended 31 July 2020.

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps proper accounting records which comply with section 386 of the Companies Act 2006, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its surplus or deficit for the year then ended in accordance with the requirements of sections 394 and 395, and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the board on *14<sup>th</sup> June 2021*  
behalf by

and signed on its



**Catherine Johnston**  
**Director, Chair**

**The notes on pages 10 to 20 form an integral part of these financial statements.**

## **Ionad Chaluim Chille Ile**

### **Notes to financial statements for the year ended 31 July 2020**

#### **Legal Status of the charity**

The charity is a registered Scottish Charity and is a company limited by guarantee. The liability of each member in the event of a winding up is limited to £1.

#### **1. Accounting policies**

The principal accounting policies adopted are summarised below.

##### **1.1. Basis of preparation and assessment of going concern.**

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The financial statements have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended) as well as the Companies Act 2006, and the Statement of Recommended Practice (SORP)- Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (issued on 16 July 2014 and effective January 2015).

The charity meets the definition of a public benefit entity as defined by FRS 102.

The directors, who are the trustees of the charity under charity law, consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

##### **1.2. Fund accounting**

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have created funds for specific purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed, or through the terms of an appeal.

Further details of specific funds are disclosed in note 15

## **Ionad Chaluim Chille Ile**

### **Notes to financial statements for the year ended 31 July 2020**

#### **1.3. Income**

Income is recognised in the statement of financial activities when the charity is entitled to the income, any performance conditions attached have been met, it is probable that the income will be received and the amount can be quantified with reasonable accuracy. Such income is only deferred when the donor specifies performance conditions which must be met before the charity has unconditional entitlement. The following specific policies are applied to particular categories of income:

Donated services and facilities are included at the value to the charity where this can be measured and reasonably quantified. The value of services provided by volunteers has not been included.

Gifts donated for resale are included as income at their value when donated if this can be quantified without undue cost; otherwise they are included when they are sold.

Income from government and other grants, including grants for the purchase of fixed assets, are recognised in full in the statement of financial activities when the charity has entitlement to the funds, any performance conditions are met, it is probable that the income will be received and the amount can be measured reliably.

Rental income and investment income is recognised on a receivable basis. Interest on funds on deposit is included when receivable and the amount can be measured reliably by the charity i.e upon notification of the amount due.

#### **1.4. Expenditure**

Expenditure is recognised when there is a legal or constructive obligation committing the charity to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be reliably measured.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated on an appropriate basis to the various activities of the charity. Where costs cannot be allocated directly, they are apportioned to categories on the basis of a reasonable estimate of the costs.

Fundraising costs are those incurred in generating income from various activities and do not include the costs of disseminating information in support of the charitable activities.

Governance costs include those costs necessary for the board to fulfil its constitutional and statutory obligations and are now included as support costs included in charitable activities.

The charity is not registered for VAT and accordingly expenditure includes all vat which is irrecoverable.

#### **1.5. Tangible fixed assets and depreciation**

All assets costing more than £500 are capitalised and valued at historical cost. Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Reducing balance over fifty years
Early Years' Room	-	Not depreciated until completed
Video conference equipment		25% reducing balance
Fixtures, fittings and equipment	-	10% reducing balance
Library books	-	5% reducing balance

## Ionad Chaluim Chille Ile

### Notes to financial statements for the year ended 31 July 2020

#### 1.6. Defined contribution pension schemes

Employees of the charity are entitled to join a defined contribution "money purchase" scheme. The charity contribution is restricted to the contributions disclosed in note 8. There were no outstanding contributions at the year end. The costs of the defined contribution scheme are included in the appropriate cost centres and charged to the relevant fund.

#### 1.7. Financial Instruments

The charity has only financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and are subsequently measured at their settlement value with the exception of bank loans which are measured at amortised cost using the effective interest rate method.

#### 2. Donations, Grants & Legacies

	Unrestricted funds £	Restricted funds £	2020 Total £	2019 Total £
Donations	-	-	-	1,388
Bord Na Gaidhlig	-	-	-	19,226
Scottish Government	-	7,300	7,300	-
Argyll & Bute Covid funding	25,000	-	25,000	-
SID Covid Grant	1,840	-	1,840	-
Co-op Grant	-	2,098	2,098	-
	<u>26,840</u>	<u>9,398</u>	<u>36,238</u>	<u>20,614</u>

#### 3. Other activities

	Unrestricted funds £	2020 Total £	2019 Total £
Fundraising events	374	374	680
Room Hire	17,322	17,322	23,077
Ruineagan Beaga	-	-	234
Shop/Exhibitions	2,491	2,491	4,136
Other activities	99	99	10
	<u>20,286</u>	<u>20,286</u>	<u>28,137</u>

## Ionad Chaluim Chille Ile

### Notes to financial statements for the year ended 31 July 2020

#### 4. Income from Charitable activities

	Unrestricted funds £	Restricted funds £	2020 Total £	2019 Total £
Bord Na Gaidhlig	103,987	-	103,987	107,833
Bord Na Gaidhlig B.Frois/ TFC	5,500	1,026	6,526	-
GLAIF - Clasaichean	7,500	-	7,500	9,100
Islay Students	6,720	-	6,720	2,576
Other educational activities	165	-	165	-
	<u>123,872</u>	<u>1,026</u>	<u>124,898</u>	<u>119,509</u>

# Ionad Chaluim Chille Ile

## Notes to financial statements for the year ended 31 July 2020

### 5. Costs of charitable activities - by activity

	Activities undertaken directly £	Grant funding activities £	Support costs £	2020 Total £	2019 Total £
Islay Gaelic Centre	189,812	-	-	189,812	216,526
	<u>189,812</u>	<u>-</u>	<u>-</u>	<u>189,812</u>	<u>216,526</u>

Analysis of costs	Unrestricted funds £	Restricted funds £	Designated funds £	2020 Total £	2019 Total £
Shop purchases	1,206	-	-	1,206	3,269
Wages and salaries	80,941	7,097	-	88,038	96,869
Employers NI	3,981	293	-	4,274	4,407
Staff pension costs	2,092	275	-	2,367	4,391
Staff training	322	-	-	322	-
Water rates	507	-	-	507	568
Heat, Light, Power	15,606	-	-	15,606	18,808
Repairs & Maintenance	7,997	-	-	7,997	15,994
Insurance	5,979	-	-	5,979	5,571
Educational Insurance	1,001	-	-	1,001	1,015
Equipment leasing	562	-	-	562	344
Motor & travel expenses	1,175	-	-	1,175	1,903
Professional fees	3,619	-	-	3,619	12,557
Phone & broadband	1,116	-	-	1,116	1,690
Post and Stationery	506	-	-	506	797
Depreciation	2,657	2,574	29,888	35,119	34,019
Advertising	987	-	-	987	1,100
Professional - Consultancy fees	-	10,569	-	10,569	6,630
Covid equipment & PPE	2,864	-	-	2,864	-
Other costs	5,998	-	-	5,998	6,594
	<u>139,116</u>	<u>20,808</u>	<u>29,888</u>	<u>189,812</u>	<u>216,526</u>

### 6. Net movement in funds for the year

	2020 £	2019 £
Net movement in funds is stated after charging:		
Depreciation and other amounts written off tangible fixed assets	34,531	34,019
Examiner's/Auditors' remuneration	<u>2,000</u>	<u>2,000</u>



## Ionad Chaluim Chille Ile

### Notes to financial statements for the year ended 31 July 2020

#### 7. Employees

Employment costs	2020	2019
	£	£
Wages and salaries	88,038	96,869
Social security costs	4,274	4,407
Pension costs	2,367	4,391
Other costs	322	-
	<u>95,001</u>	<u>105,667</u>

No employee received emoluments of more than £60,000 (2019 : None).

#### Number of employees

The average weekly numbers of employees (excluding the directors) during the year, was as follows:

	2020	2019
	Number	Number
Full time	2	2
Part time	4	4
	<u>6</u>	<u>6</u>

#### Key Management Personnel

The total employment costs of key management personnel of the charity, being the trustees and centre manager, consists of gross salaries, employers national insurance and pension contributions, and was a total of £35,171 (2019; £42,655).

#### Trustees' expenses and remuneration

The charity trustees, who are the directors of the company, were not paid and did not receive any remuneration or benefits in kind in their capacity as trustee during the year. No trustee received payment for professional or other services supplied to the charity. A total of £471 was reimbursed (2019; £343) to one trustee in respect of travel costs for Board meetings and travel on charity

#### 8. Pension costs

The company operates a defined contribution pension scheme. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and was as follows:

	2020	2019
	£	£
Pension charge	<u>2,367</u>	<u>4,391</u>

# Ionad Chaluim Chille Ile

## Notes to financial statements for the year ended 31 July 2020

### 9. Taxation

The charity is a charitable company within the meaning of the Finance Act 2010. Accordingly the charity's activities fall within the exemptions from taxation in respect of income or capital gains afforded by the provisions of the Corporation Taxes Act 2010 and the Taxation of Chargeable Gains Act 1992 to the extent that such income or gains are applied for charitable purposes. As a result, there is no taxation charge in these accounts.

10. Tangible fixed assets	Land and buildings freehold £	Early Years' Room £	Fixtures, fittings and equipment £	Library books £	Total £
<b>Cost</b>					
At 1 August 2019	2,059,617	93,644	86,216	2,107	2,241,584
Additions	-	-	7,393	589	7,982
At 31 July 2020	<u>2,059,617</u>	<u>93,644</u>	<u>93,609</u>	<u>2,696</u>	<u>2,249,566</u>
<b>Depreciation</b>					
At 1 August 2019	595,090	1,873	66,498	1,222	664,683
Charge for the year	29,888	1,835	2,734	74	34,531
At 31 July 2020	<u>624,978</u>	<u>3,708</u>	<u>69,232</u>	<u>1,296</u>	<u>699,214</u>
<b>Net book values</b>					
At 31 July 2020	<u>1,434,639</u>	<u>89,936</u>	<u>24,377</u>	<u>1,400</u>	<u>1,550,352</u>
At 31 July 2019	<u>1,464,527</u>	<u>91,771</u>	<u>19,718</u>	<u>885</u>	<u>1,576,901</u>

### 11. Debtors

	2020 £	2019 £
Trade debtors	5,022	2,899
Other debtors	9,847	8,625
	<u>14,869</u>	<u>11,524</u>

### 12. Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	4,474	1,256
Other taxes and social security	866	1,379
Other creditors	-	6,054
Accruals and deferred income	4,895	1,908
	<u>10,235</u>	<u>10,597</u>

# Ionad Chaluim Chille Ile

## Notes to financial statements for the year ended 31 July 2020

### 13. Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Designated funds £	Total funds £
Fund balances at 31 July 2020 as represented by:				
Tangible fixed assets	19,123	96,590	1,434,639	1,550,352
Current assets	62,527	10,885	14,507	87,919
Current liabilities	(10,235)	-	-	(10,235)
	<u>71,415</u>	<u>107,475</u>	<u>1,449,146</u>	<u>1,628,036</u>

### Analysis of net assets between funds (prior year)

	Unrestricted funds £	Restricted funds £	Designated funds £	Total funds £
Fund balances at 31 July 2019 as represented by:				
Tangible fixed assets	20,603	91,771	1,464,527	1,576,901
Current assets	32,759	24,856	14,507	72,122
Current liabilities	(10,597)	-	-	(10,597)
	<u>42,765</u>	<u>116,627</u>	<u>1,479,034</u>	<u>1,638,426</u>

### 14. Unrestricted funds

	At 1 August 2019 £	Income	Expenditure	Transfers	At 31 July 2020 £
		£	£	£	
General Funds	<u>42,765</u>	<u>170,998</u>	<u>(141,116)</u>	<u>(1,232)</u>	<u>71,415</u>

## Ionad Chaluim Chille Ile

### Notes to financial statements for the year ended 31 July 2020

15. Restricted funds	At 1 August 2019 £	Income	Expenditure £	Transfers £	At 31 July 2020 £
<b>Capital Funds</b>					
Early Years' Room project	95,127	-	(1,835)	-	93,292
Scottish Government	-	-	(739)	7,393	6,654
<b>Revenue Funds</b>					
Bord Na Gaidhlig - Training	5,500	1,026	(6,526)	-	-
Co-op Funding	-	2,098	-	-	2,098
Bord Na Gaidhlig - Consultancy	16,000	-	(10,569)	-	5,431
Scottish Government	-	7,300	(1,139)	(6,161)	-
	<u>116,627</u>	<u>10,424</u>	<u>(20,808)</u>	<u>1,232</u>	<u>107,475</u>

#### Purposes of restricted funds

##### Early Years' Room project

£97,000 was received in 2018 from the Scottish Government for an Early Years' room project. Total costs of the project were £93,644. The equipment is being depreciated over its expected useful life.

##### Bord Na Gaidhlig - Training

£15,200 was received from Bord Na Gaidhlig in 2018 for Training costs £9,700 was expended in 2019. A further amount was received in 2020 with the balance now fully expended.

##### Co-op Funding

During the year funds were received partly for Covid recovery and towards a soft play project which has not yet started due to Covid.

##### Bord Na Gaidhlig - Consultancy

£16,000 was received from Bord Na Gaidhlig in 2019 for Consultancy costs and is carried forward to be expended in the next year. £10,569 was expended during the year; the balance is carried forward to be spent when a new consultant will be engaged in the coming year.

##### Scottish Government

A grant was received in the year towards the costs of an interactive display PC and the cost of an administrator. The balance of costs was met by transfer from unrestricted funds.

## Ionad Chaluim Chille Ile

### Notes to financial statements for the year ended 31 July 2020

#### Restricted funds - prior year

	At 1 August 2018 £	Income	Expenditure £	Transfers £	At 31 July 2019 £
<b>Capital Funds</b>					
Early Years' Room project	97,000	-	(1,873)	-	95,127
<b>Revenue Funds</b>					
Big Lottery - Awards for All	5,200	-	(5,200)	-	-
Bord Ba Gaidhlig - Training	15,200	-	(9,700)	-	5,500
Bord Ba Gaidhlig - Market Research	5,304	1,326	(6,630)	-	-
Bord Ba Gaidhlig - Early Years	-	1,900	(1,900)	-	-
Bord Ba Gaidhlig - Consultancy	-	16,000	-	-	16,000
	<u>122,704</u>	<u>19,226</u>	<u>(25,303)</u>	<u>-</u>	<u>116,627</u>

#### 16. Designated funds

	At 1 August 2019 £	Income	Expenditure £	At 31 July 2020 £
Property	1,464,527	-	(29,888)	1,434,639
Gaelic Language Development	14,281	-	-	14,281
Maintenance reserve	226	-	-	226
	<u>1,479,034</u>	<u>-</u>	<u>(29,888)</u>	<u>1,449,146</u>

#### Purposes of designated funds

##### Property

The designated property fund represents the property held at Gartnatra, Bowmore, Isle of Islay which was conveyed at £nil consideration to the charity by Argyll & Bute Council in March 2001. The value in the balance sheet represents monies expended in converting the property into the current educational establishment.

Under the terms of the agreement with Argyll & Bute Council, in the event that the property is no longer used as an educational establishment, the charity will first offer to dispose the property back to Argyll & Bute Council for no consideration.

In addition, should the premises no longer be used as a educational establishment, the Millennium Commission may claw back £304,000 of grant funding that they provided to the charity for the conversion of the property.

##### Gaelic Language Development

The language development fund represents money raised by the charity from a dinner dance held in November 2011, which has been set aside for this purpose.

## **Ionad Chaluim Chille Ile**

### **Notes to financial statements for the year ended 31 July 2020**

#### **17. Post balance sheet events**

The Directors have reviewed both the financial and business risks that the current COVID crisis presents for the charity and are satisfied that all threats have been adequately identified as far as reasonably possible. As at the date the accounts were signed, there are no going concern indications and the Directors are confident that the charity has sufficient resources to emerge from the COVID hibernation period to continue providing services in accordance with any applicable restrictions.