

Company Registration No. SC 284546(Scotland)

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

(a company limited by guarantee)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2009

Scottish Charity No. : SC 036623



AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

COMPANY INFORMATION

Directors	Listed on Directors' Report
Secretary	Neil McGhee
Company number	SC 284546
Registered office	18 Well Road Auchinleck KA18 2LA
Independent Examiner	Ken McCracken B.Acc, C.A. JRD LLP 11 Portland Road Kilmarnock KA1 2BT
Business address	18 Well Road Auchinleck KA18 2LA
Bankers	Bank of Scotland 43/45 Townhead Street Cumnock KA18 1LF

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

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AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2009

The directors present their report and unaudited financial statements for the year ended 31 March 2009.

Legal and Administrative Information

Constitution

The company is a registered Scottish charity. A copy of the company's Memorandum and Articles of Association, which deal with the appointment and termination of directors, restrictions imposed on the company and powers of investment, among other matters, is available from the directors at the registered office.

Board of Directors

The following directors served throughout the period unless otherwise noted:

Rhoda Marjorie Clelland	
John Smillie	
Robin Ghosh	
Neil McGhee	(appointed 22.01.09)
Alex Gemmell	
Marla Baird	(appointed 22.01.09)
Richard Crooks	(appointed 22.01.09)
Catherine Stillie	(appointed 22.01.09)

Rhoda Marjorie Clelland, John Smillie, Alex Gemmell and Catherine Stillie resigned after the year-end but prior to the date of approval of these financial statements.

Independent Examiner

Ken McCracken B.Acc, C.A of JRD LLP stands for reappointment as Independent Examiner at the company's forthcoming AGM.

Structure, Governance and Management

Recruitment and Appointment of Trustees

Directors are appointed in accordance with the company's constitution.

Induction and Training of Trustees

Planning and development days have been held as part of a consultancy remit and this involved training of Board members.

Organisational Structure

The Board is responsible for policy decisions and ensuring that the company operates within its constitution. Regular meetings are held to effect policy decisions. Directors are trustees in law for the charity and have a fiduciary responsibility over its assets and finances. There are currently no employees but a paid external consultant was engaged during the period and funded by CRT. All other activities are carried out by the directors and community volunteers.

Related Parties

There were no transactions during the period between the charity and a related party of any trustee.

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2009

Risk Assessment

In common with many third sector organisations, the trustees consider the key risk to the charity to be the uncertainty of guaranteed funding beyond a relatively short period. The primary operational risk is in relation to construction as part of the main project. Related health and safety risks are fully considered.

Objectives and Activities

Objectives

The company's principal activity is the promotion of community development, health and environmental improvement initiatives in Auchinleck.

Aims

The Directors see their role as encouraging the regeneration of Auchinleck, through a range of activities including community gardening and youth engagement projects.

Objectives for the Year

- The propagation of plants for the beautification of the village, and sale at attractive prices to local residents
- The design and construction of community garden projects

Significant Activities

6 community garden projects have now been completed. The second geo-dome and the Trim Trail are substantially complete.

Achievements and Performance

The Community Gardening Initiative's initial sites were completed during the previous year. ACDI is negotiating with East Ayrshire Council with a view to leasing these sites. During the year, the BTCV contract came to an end and was not renewed.

Financial Review

Reserves policy

The Board would ideally maintain a minimum of 3 months running costs.

Principle Funding Sources

- East Ayrshire Community Planning Partnership
- East Ayrshire Council – Fairer Scotland
- Forward Scotland (Community Environmental Regeneration Scheme)

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2009

Review of Financial Year

The net excess of expenditure over income for the year was £405 (2008: £16,728). Total funds carried forward at 31 March 2009 were £34,581 (2008: £34,986) including £33,050 net book value of fixed assets, which has been allocated to a separate designated fund. The notes to the financial statements contain a detailed statement of financial activities that further analyse the restricted and unrestricted funds and sources of related income.

Investment Policy and Objectives

The charity invests in programmes, which will improve the look and feel of Auchinleck, while encouraging its citizens to improve their locality and quality of life.

Future Plans

ACDI will continue to build up a portfolio of assets by applying for relevant funding. Possible projects include a Community Vegetable Co-operative and a Community Enterprise, which will manufacture and sell geodesic domes. The Trim Trail project will be completed and it has been agreed with East Ayrshire Council that formal 10-year leases will be signed for a total of seven sites in Auchinleck.

Statement of Directors'/Trustees' Responsibilities

The trustees (who are also directors of Auchinleck Community Development Initiative for the purposes of company law) are responsible for preparing the Trustees' Report and the 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for the year. In preparing these financial statements, the trustees 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 1985, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. 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.

Approved by the Board on 4 November 2009 and signed on its behalf by:



Neil McGhee
Director

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

I report on the accounts of the charity for the year ended 31 March 2009, which are set out on pages 2 to 9.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the 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.

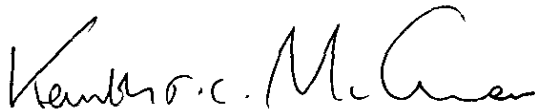
Basis of independent examiner's statement

My examination is 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 Regulations;have 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.



Ken McCracken B.Acc, C.A

Chartered Accountant (ICAS)

JRD LLP
Chartered Accountants
11 Portland Road
Kilmarnock
KA1 2BT

3 December 2009

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2009

	Restricted Funds £	Unrestricted Funds £	Designated Funds £	Total Funds £	Total Funds 2008 £
Incoming Resources					
Incoming resources from generated funds					
Voluntary income	-	8,000	-	8,000	42,500
Investment income	-	18	-	18	147
Incoming resources from charitable activities	-	-	-	-	-
Other incoming resources	-	3,334	-	3,334	1,721
Total Incoming Resources	-	11,352	-	11,352	44,368
Resources Expended					
Costs of generating funds	-	-	-	-	-
Charitable activities	2,591	4,636	3,500	10,727	60,450
Governance costs	-	1,030	-	1,030	646
Total Resources Expended	2,591	5,666	3,500	11,757	61,096
Net Incoming/(Outgoing) Resources Before Transfers	(2,591)	5,686	(3,500)	(405)	(16,728)
Gross transfers between funds	-	(7,849)	7,849	-	-
Net Movement In Funds	(2,591)	(2,163)	4,349	(405)	(16,728)
Total funds brought forward	2,591	3,694	28,701	34,986	51,714
Fund Balances Carried Forward	-	1,531	33,050	34,581	34,986

An analysis of Incoming Resources and Resources Expended is included at Note 11 to the financial statements.

Resources expended are allocated to the above cost categories on the basis of the accounting policy disclosed at Note 1 (d) to the financial statements.

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

BALANCE SHEET AS AT 31 MARCH 2009

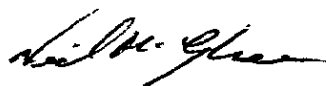
	Notes	2009		2008	
		£	£	£	£
Fixed Assets	5		33,050		28,701
Current assets					
Debtors and prepayments	6	950		-	
Cash at bank and in hand	7	11,271		7,519	
		<u>12,221</u>		<u>7,519</u>	
Creditors: amounts falling due within one year	8	(690)		(1,234)	
Net current assets			11,531		6,285
Deferred income	9		(10,000)		-
Total assets less current liabilities			<u>34,581</u>		<u>34,986</u>
Funds					
Restricted Funds	10/11		-		2,591
Unrestricted Funds	10/11		1,531		3,694
Designated Funds	10/11		33,050		28,701
			<u>34,581</u>		<u>34,986</u>

For the year ending 31 March 2009, the company was entitled to exemption under section 249a(1) of the Companies Act 1985. No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 249b(2).

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221; and
- preparing accounts which give a true and fair view of the state of affairs of the company as at the end of its financial year, and of its profit or loss for the financial year in accordance with section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The financial statements were approved by the Board on 4 November, 2009 and signed on its behalf by:



Neil McGhee
Director



Richard Crooks
Director

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2009

	Notes	£	2009 £	£	2008 £
Income					
Grants and donations	10	8,000		42,500	
Other income	10	3,334		1,721	
Bank interest	10	18		147	
			11,352		44,368
Expenditure					
Wages & PAYE		128		425	
Plants		1,986		1,776	
Insurance		317		-	
Heat & light		292		205	
Directors expenses		340		57	
Repairs and maintenance		245		-	
Sundry expenses		180		887	
Subscriptions		95		-	
Independent Examiner's fees		690		646	
Payroll bureau		59		-	
Sub-contracted Development Officer		3,925		-	
British Trust for Conservation Volunteers		-		53,600	
Depreciation	5	3,500		3,500	
			11,757		61,096
Excess Expenditure Over Income			(405)		(16,728)

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2009

1 Accounting policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the period.

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Companies Act 1985 and the Statement of Recommended Practice: Accounting and Reporting by Charities issued in March 2005.

(b) Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Designated funds are unrestricted funds earmarked by the Management Committee for particular purposes.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or grantor.

(c) Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants, donations and gifts and is included in full in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of a special performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

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

Investment income is included when receivable.

Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2009**

1 Accounting policies (continued)

(d) Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred.

Costs of generating funds comprise the costs associated with attracting voluntary income and grants.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs includes those costs associated with meeting the constitutional and statutory requirements of the charity and include the Independent Examiner's fees and costs linked to the strategic management of the charity which are voluntary other than Directors' travelling expenses reimbursed.

All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis such as staff time pro-rata.

(e) Fixed assets

Fixed assets (excluding investments) are stated at cost less accumulated depreciation. Minor additions costing below £250 are not capitalised. Depreciation is provided at rates calculated to write off the cost of each asset over its expected useful life, which is estimated at 4 years in respect of Motor Vehicles. Other assets have not been depreciated to date.

2 Staff costs and numbers

There was one temporary employee during the previous financial period. The charge for 2009 represents PAYE in respect of this employee.

3 Trustee Remuneration and Related Party Transactions

No Directors received any remuneration during the year. Expenses amounting to £340 (2008: £57) were reimbursed to 1 director.

No Trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year.

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

4 Taxation

The company is registered as a Scottish charity and no corporation tax liability arises. The company is not VAT registered and irrecoverable VAT is allocated to the relevant category of expenditure.

5 Tangible fixed assets

	Motor Vehicle £	Geo-Dome Project £	Total £
Cost			
At 1 April 2008	14,000	25,201	39,201
Additions	-	7,849	7,849
At 31 March 2009	<u>14,000</u>	<u>33,050</u>	<u>47,050</u>
Depreciation			
At 1 April 2008	10,500	-	10,500
Charge for the year	3,500	-	3,500
At 31 March 2009	<u>14,000</u>	<u>-</u>	<u>14,000</u>
Net book value			
At 31 March 2009	<u>-</u>	<u>33,050</u>	<u>33,050</u>
Net book value			
At 31 March 2008	<u>3,500</u>	<u>25,201</u>	<u>28,701</u>

6 Debtors and prepayments

	2009 £	2008 £
Prepaid insurance	<u>950</u>	<u>-</u>
	<u>950</u>	<u>-</u>

7 Bank and cash balances

	2009 £	2008 £
Bank current account	<u>11,271</u>	<u>7,519</u>
	<u>11,271</u>	<u>7,519</u>

8 Creditors : amounts falling due within one year

	2009 £	2008 £
Trade creditor	-	588
Accrued charges	<u>690</u>	<u>646</u>
	<u>690</u>	<u>1,234</u>

9 Deferred Income

	2009 £	2008 £
Coalfield Regeneration Trust	<u>10,000</u>	<u>-</u>
	<u>10,000</u>	<u>-</u>

This grant was received towards the end of the financial year and has been carried forward by the directors to match related expenditure in 2009/10.

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

10 Analysis of Net Assets Between Funds

	Restricted Funds £	Unrestricted Funds £	Designated Funds £	Total Funds £
Fixed Assets	-	-	33,050	33,050
Current Assets	10,000	2,221	-	12,221
Current Liabilities	-	(690)	-	(690)
Deferred Income	(10,000)	-	-	(10,000)
Net Assets	-	1,531	33,050	34,581

In addition to the above fixed assets figure (see note 5), the following contributions by East Ayrshire Council are not included in the accounts.

- a) Computer equipment owned by East Ayrshire Council is utilised free of charge on the former BTCV project.
- b) 2 geodesic greenhouses and 3 20ft shipping containers have been provided by East Ayrshire Council.

AUGHINLECK COMMUNITY DEVELOPMENT INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2009

11 Analysis of Statement of Financial Activities

	Restricted Funds £	Unrestricted General Fund £	Designated Fund £	Total Funds £	Total Funds 2008 £
Incoming Resources					
<u>Incoming resources from generated funds:</u>					
Voluntary income	-	-	-	-	42,500
East Ayrshire Council - CPP (CRF)	-	8,000	-	8,000	-
East Ayrshire Council	-	8,000	-	8,000	42,500
 <i>Investment Income</i>					
Bank Interest	-	18	-	18	147
	-	18	-	18	147
 <u>Incoming resources from charitable activities:</u>					
Sundry income	-	3,334	-	3,334	1,721
	-	3,334	-	3,334	1,721
 Total Incoming Resources	-	11,352	-	11,352	44,368
 Resources Expended					
Cost of generating funds:					
Costs of generating voluntary income	-	-	-	-	-
 Charitable activities:					
Charitable expenditure	2,591	3,448	3,500	9,539	60,450
Support costs	-	1,188	-	1,188	-
	2,591	4,636	3,500	10,727	60,450
 Governance costs	-	1,030	-	1,030	646
 Total Resources Expended	2,591	5,666	3,500	11,757	61,096
 Net Incoming/(Outgoing) Resources Before Transfers	(2,591)	5,686	(3,500)	(405)	(16,728)
 Transfer between funds	-	(7,849)	7,849		-
 Net Movement In Funds	(2,591)	(2,163)	4,349	(405)	(16,728)
 Balances brought forward	2,591	3,694	28,701	34,986	51,714
 Fund Balances Carried Forward	-	1,531	33,050	34,581	34,986