

**Company Registration No. SC284546 (Scotland)**

**AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE**

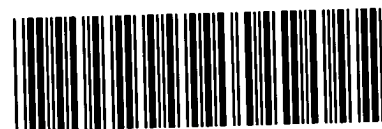
**(a company limited by guarantee)**

**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 SEPTEMBER 2021**

**Scottish Charity No. : SC036623**

FRIDAY



\*SB88SVZU\*

SCT

15/07/2022

#24

COMPANIES HOUSE

# AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

## COMPANY INFORMATION

---

<b>Directors</b>	Neil McGhee Evelyn Robertson Robert McCallum Thomas Gibson Christine Walker Christopher Stakim
<b>Secretary</b>	Stephen McCarron
<b>Company number</b>	SC284546
<b>Charity number</b>	SC036623
<b>Registered office</b>	The Boswell Centre 18 Well Road Auchinleck KA18 2LA
<b>Independent Examiner</b>	Ken McCracken B.Acc, C.A. JRD LLP 11 Portland Road Kilmarnock KA1 2BT
<b>Business address</b>	The Boswell Centre 18 Well Road Auchinleck KA18 2LA
<b>Bankers</b>	Bank of Scotland 43/45 Townhead Street Cumnock KA18 1LF

---

# AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

## CONTENTS

---

	Page
<b>Legal and Administrative Information</b>	
Directors' Report	I - IV
<b>Financial Statements</b>	
Independent Examiner's report	1
Statement of financial activities	2
Balance sheet	3
Notes to the financial statements	4 - 10

---

# AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

## DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2021

---

The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their annual report and independently examined financial statements of the charity for the year ended 30 September 2021. The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended) and the trustees have adopted the provisions of 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 (FRS 102) (effective 1 January 2019).

### **Chairperson's Statement**

Sad to say that this is another report governed by COVID but despite this ACDI has provided incredible support to the village of Auchinleck and a number of surrounding communities such as Muirkirk, Lugar, Logan, Cronbury, Catrine, Dalmellington, Netherthird etc. This was managed through various routes such as partnerships with East Ayrshire Council and a number of external agencies made it possible for us to offer a wide variety of support for mental health, financial advice, DWP, universal credit, employability, food parcels, comfort calls to needy individuals.

Over and above these services we continued with our normal activities of general guidance to members of the public and provision of controlled events for children when safe and practical.

We also were able to continue production in our garden "The Knowe" with plants, baskets, vegetables donated when possible and the maintenance of sites we are responsible for.

As chairperson I am very proud of the care and output from the team who do a super job and continue to raise our standards despite external influences. I am very confident that that improvement will continue for some time to come as we have a very energised and committed Board.

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

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

Directors, who are considered to be the only trustees of the charity, are appointed in accordance with the company's constitution.

#### **Organisational Structure**

The Directors are responsible for policy decisions and ensuring that the organisation 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 20 members of staff, to fulfil the day-to-day responsibilities on behalf of the Directors, with a view to recruiting further staff as required.

The charity operates a hierarchical management structure in line with Board policy requirements. The key management personnel during the year were:

Development Manager	Stephen McCarron
Senior Engagement Officer	Paul McKenzie
Centre Manager	Kaye Hannah

#### **Pay Policy for Senior Staff**

The pay of senior staff is reviewed annually by the Board with reference to pay scales for similar organisations within the sector.

# AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

## DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2021

---

### **Related Parties**

There were no transactions during the year between the charity and a related party of any trustee. This is with the exception of one director being an elected member during the year of the local authority which is a funder of the charity.

### **Risk Management**

The present Board is aware of the need to develop its risk assessment procedures and this is currently being addressed. The Board feels that adequate insurances are in place in respect of the charity's activities. The uncertainty of funding beyond the short-term is a general concern within the voluntary sector. However, the Board has been successful with recent funding negotiations, despite the impact of the Coronavirus (COVID-19) pandemic, and remain very positive about the future of the charity.

### **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.

#### **Achievements and Performance**

As we look to enter into the post pandemic recovery phase, ACDI recently developed a 5-year Strategic Delivery Plan which was influenced predominately from the Auchinleck Community Local Action Plan 2019 (Our Sovereign Document). This re-shaped the delivery of our core Services and Activities. ACDI have gradually re-opened the social enterprise Knowe Garden Centre and our ConneXions Project, at the end of the national lockdown, however, due to East Ayrshire exiting at Tier 4, we were restricted on what we can deliver.

The Knowe Garden Centre Social Enterprise re-opened in April 2021 with specific adaptations to our post recovery period; namely we will aim to increase commercial income by:

- Increasing the types and volume of plant & flora sales due to completion of capital works (4 additional Polly tunnels).
- 3 new staff posts for adaptations and new delivery models to increase income.
- Increasing the volume of external contract works and widening our geographical market catchment area by purchasing a new Utility Vehicle. This is also a prime season for delivering small scale garden soft landscaping contracts – which require personnel and machinery transportation.

The ConneXions Team aim to restructure our "social workshops, activities and events" by meeting the needs of Auchinleck, within Covid 19 Restrictions and utilising our outdoor Garden Space -

- Communithea – fortnightly, themed events bringing multigenerational residents together for fun activities and a chance to engage with others from the town. (Usually held in The Boswell Centre with access to the centres full resources).
- Cinema evenings - monthly screenings of family movies would be expected to return after its summer break. Fresh popcorn and hot dogs add to the authentic atmosphere.
- Kids Discos - Our seasonal discos for under 12s take place at Halloween and Christmas. Children get to enjoy dancing, games and a chippy supper.
- Community Car Boot – a fortnightly event hosting craft and car boot stalls, with tea, coffee cakes etc and access to our "Support Centre" offering advice and signposting on benefits, finance, housing, wellbeing, addiction and local issues faced by local residents (usually held indoors in large hall with all facilities and tables etc. provided).
- Social Events for post vaccine social interaction.

# AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

## DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2021

---

### **Achievements and Performance (continued)**

As an organisation dedicated to tackling isolation in our rural former coalfield community, we regularly hold community events, open to all, in The Boswell Centre. However, the Coronavirus (COVID-19) pandemic has left many residents anxious, nervous and worried about re-engaging in indoor activities and events. Many of our activities (Communita, cinema nights, kids disco, coffee morning car boot sales etc.) especially in the summer months are designed to bring people together to meet new people, make new friends and engage/re-engage with their local community, but again the crisis has made this impossible. We can, however, adapt our events to still deliver the crucial access points for those experiencing isolation and loneliness but hold events as outdoor events, modifying our delivery to ensure we fully meet the government guidelines for safety and protection. We feel that it is absolutely vital that there is a move to 'normality and engagement within this vulnerable group, many of whom have genuine barriers and fears about re-engaging and who, without support may retreat further, exacerbating their issues.

A recent study by the Social Value Lab consultancy firm and commissioned by the Coalfields Regeneration Trust found that 31% of former coalfield communities are now in the most deprived 20% of Scottish communities, and that in these communities there were only 287 jobs per 1,000 people, compared with 467 per 1,000 in Scotland as a whole, and that there is an increasing dependence on income-related benefits, food bank services, health services, with higher rates of 16 to 19 year-olds not in education, employment or training; this report on Scottish coalfields in 2020 showed "significant and concentrated deprivation", and believes that action must be taken to address the health and wellbeing, economic and social problems in these areas.

We will be helping to tackle the problems within our own communities.

### **Financial Review**

#### **Reserves policy and Going Concern**

In terms of unrestricted cash funds (i.e. excluding the net book value of fixed assets as noted below), the charitable company is holding approximately £343,133. However, this includes funds designated for specific purposes which are detailed at note 12 to the financial statements. The general unrestricted fund, which represents the charity's working capital, is £78,770. Taking the foregoing into consideration, and allowing for the impact of the pandemic and current economic conditions, the directors remain satisfied that the going concern basis is appropriate for the financial statements.

#### **Review of Financial Year**

The excess of income over expenditure for the year was £106,495 (2020: £109,111). Total funds carried forward at 30 September 2021 were £533,858 (2020: £427,363) including £151,438 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.

### **Legal and Administrative Information**

#### **Company Information**

The Scottish Charity reference, company contact information and other administrative details are shown on the foregoing company information schedule.

#### **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.

# AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

## DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2021

---

### Board of Directors

The following directors served throughout the year unless otherwise noted:

Neil McGhee  
Evelyn Robertson  
Robert McCallum  
Thomas Gibson  
Christine Walker  
Arthur Burley (deceased 09.02.21)

Christopher Stakim has been appointed as a director since the balance sheet date but prior the approval of these accounts. There have been no further changes in directors since the balance sheet date.

### Independent Examiner

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

### 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).

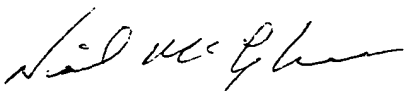
Company law requires the trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for 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 adequate 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 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.

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

Approved by the Board on 30 June, 2022 and signed on its behalf by:



Neil McGhee  
Director/Chairperson

# 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 30 September 2021, which are set out on pages 2 to 10.

### 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 (as amended). 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.

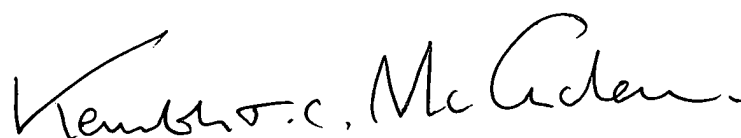
### Basis of independent examiner's statement

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

30 June, 2022



# AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 SEPTEMBER 2021

	Restricted Funds £	Unrestricted Designated Funds £	Unrestricted General Funds £	Total Funds 2021 £	Total Funds 2020 £
<b>Income</b>					
Donations & legacies	238,837	84,212	42,246	365,295	323,820
Charitable activities	34,325	23,200	-	57,525	45,535
Investments	-	-	-	-	-
<b>Total Income</b>	<b>273,162</b>	<b>107,412</b>	<b>42,246</b>	<b>422,820</b>	<b>369,355</b>
<b>Expenditure</b>					
Raising funds	-	-	-	-	-
Charitable activities	285,932	4,491	7,933	298,356	260,244
Other	-	17,969	-	17,969	-
<b>Total Expenditure</b>	<b>285,932</b>	<b>22,460</b>	<b>7,933</b>	<b>316,325</b>	<b>260,244</b>
<b>Net Income/(Expenditure)</b>	<b>(12,770)</b>	<b>84,952</b>	<b>34,313</b>	<b>106,495</b>	<b>109,111</b>
<b>Transfers between funds</b>	<b>(14,059)</b>	<b>(5,685)</b>	<b>19,744</b>	<b>-</b>	<b>-</b>
<b>Net movement in funds</b>	<b>(26,829)</b>	<b>79,267</b>	<b>54,057</b>	<b>106,495</b>	<b>109,111</b>
<b>Reconciliation of funds</b>					
Total funds brought forward	66,116	336,534	24,713	427,363	318,252
<b>Total funds carried forward</b>	<b>39,287</b>	<b>415,801</b>	<b>78,770</b>	<b>533,858</b>	<b>427,363</b>

The Statement of Financial Activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

An analysis of Income and Expenditure is included at Note 13 to the financial statements.

Expenditure is allocated to the above cost categories on the basis of the accounting policy disclosed at Note 1 (e) to the financial statements.

# AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

## BALANCE SHEET AS AT 30 SEPTEMBER 2021

Company Registration No. SC284546 (Scotland)

	Notes	2021		2020	
		£	£	£	£
<b>Fixed Assets</b>	<b>5</b>		151,438		122,030
<b>Current assets</b>					
Debtors and prepayments	<b>6</b>	2,033		597	
Cash at bank and in hand	<b>7</b>	<u>401,184</u>		<u>312,320</u>	
		403,217		312,917	
Creditors: amounts falling due within one year	<b>8</b>	<u>(20,797)</u>		<u>(7,584)</u>	
Net current assets			<u>382,420</u>		<u>305,333</u>
<b>Net assets</b>			<u><b>533,858</b></u>		<u><b>427,363</b></u>
<b>Funds of the charity</b>					
Restricted income funds	<b>12/13</b>		39,287		66,116
Unrestricted income funds:					
General fund	<b>12/13</b>	78,770		24,713	
Designated funds	<b>12/13</b>	<u>415,801</u>		<u>336,534</u>	
Total unrestricted funds			494,571		361,247
<b>Total charity funds</b>			<u><b>533,858</b></u>		<u><b>427,363</b></u>

In preparing these financial statements:

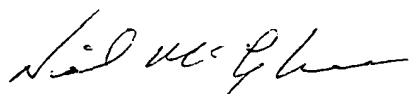
The directors are satisfied that the company was entitled to exemption from audit under section 477 of the Companies Act 2006 and that members have not required an audit under section 476.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 386; and
- preparing accounts 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 profit or loss for the financial year in accordance with the requirements of Section 396, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

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

The financial statements were approved by the Board on 30 June, 2022  
and signed on its behalf by:



**Neil McGhee**  
Director

## AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2021

---

#### **1 Accounting policies**

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

##### **(a) Basis of accounting**

The financial statements have been prepared in accordance with 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 (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). Auchinleck Community Development Initiative meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

##### **(b) Preparation of accounts on a going concern basis**

The financial statements have been prepared on a going concern basis which assumes that the charity will continue to operate for a period of 12 months from the date of approval by the Board. The Board considers there to be sufficient funding and reserves for the future sustainability of the charity's activities. However, due to the pandemic, there is considerable uncertainty both in terms of the third sector and general economic conditions. Consequently, we must continue to build reserves and adopt a cautious approach.

##### **(c) 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 Board for particular purposes.

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

##### **(d) Income**

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

Income from donations & legacies 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 received.

## AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

---

#### 1 Accounting policies (continued)

##### (e) Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

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 trustees' travelling expenses reimbursed. Although disclosed separately at note 13, governance costs now form part of charitable expenditure (page 2) under the current SORP.

##### (f) Fixed assets

Fixed assets (excluding investments) are stated at cost less accumulated depreciation. Minor additions costing below £500 are not capitalised.

Depreciation is provided at the following annual rates calculated to write off the cost of each asset over its expected useful life.

- Community Garden - facility building	25 years on a straight line basis
- Community Garden - polytunnels, fixtures & fittings	10 years on a straight line basis
- Other plant and equipment	5 years on a straight line basis
- Motor vehicles	4 years on a straight line basis
- Computer and office equipment	4 years on a straight line basis

##### (g) Leasing commitments

Rentals paid under operating leases are charged to the Income and Expenditure account on a straight line basis over the period of the lease.

##### (h) Pension costs and other post-retirement benefits

The company operates a defined contribution scheme for the benefit of its employees. The cost of contributions are charged to the Income and Expenditure account in the year they are payable.

##### (i) Other basic financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

##### (i) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account. Short term debtors are measured at transaction price, less any impairment.

##### (k) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

##### (l) Deferred income

Grants received in advance of the associated work being carried out are deferred only when the donor has imposed preconditions on the expenditure of resources.

# AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

### 2 Staff costs and numbers

Staff costs were as follows:

	2021 £	2020 £
Salaries and wages	201,477	177,897
Social security costs	9,486	8,773
Staff pension costs	14,187	2,924
	<b>225,150</b>	<b>189,594</b>

The number of employees during the year was 32 on a head-count basis (2020: 19).

The total employee benefits of the key management personnel (who are listed in the directors' report) of the charity were £93,402 (2020: £83,585).

No employee received emoluments in excess of £60,000.

### 3 Trustee Remuneration and Related Party Transactions

No Trustee received any remuneration during the year. No expenses were reimbursed to any Trustee during the year (2020: £20 to 1 Trustee).

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. This is with the exception of one Trustee being an elected member during the year of the local authority which is a principal funder.

### 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	Community Facility Building (Note 9)	Garden Assets Polytunnels, Fixtures & Fittings	Plant & Equipment	Computer Equipment	Total
	£	£	£	£	£	£
<b>Cost</b>						
At 29 September 2020	17,500	121,877	16,268	12,515	1,945	170,105
Additions	-	-	33,899	-	-	33,899
Disposals	-	-	-	-	-	-
At 30 September 2021	17,500	121,877	50,167	12,515	1,945	204,004
<b>Depreciation</b>						
At 29 September 2020	17,500	16,331	761	12,515	968	48,075
Charge for the year (note 1f)	-	2,437	1,916	-	138	4,491
Disposals	-	-	-	-	-	-
At 30 September 2021	17,500	18,768	2,677	12,515	1,106	52,566
<b>Net book value</b>						
At 30 September 2021	-	103,109	47,490	-	839	151,438
<b>Net book value</b>						
At 28 September 2020	-	105,546	15,507	-	977	122,030

# AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

<b>6 Debtors and prepayments</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Accrued grant income	1,727	-
Prepaid insurance	306	597
	<b>2,033</b>	<b>597</b>

<b>7 Bank and cash balances</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Bank account - Main	296,672	235,861
Bank account - STEP	49,158	20,072
Bank account - APL	53,823	55,585
Cash balance	1,531	802
	<b>401,184</b>	<b>312,320</b>

<b>8 Creditors : amounts falling due within one year</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Payroll taxes	8,408	3,039
Other creditors	623	2,145
DWP Kickstart	8,446	-
Accrued charges	3,320	2,400
	<b>20,797</b>	<b>7,584</b>

### 9 Lease Commitments

The Community Garden is leased from East Ayrshire Council at a nominal rent of £50 per annum (this relates to the Community Asset Transfer Scheme) for a term of 25 years. Fixed assets include £121,877 of leasehold improvements, at cost, which are being amortised over the term of the lease.

### 10 Pension commitments

The charity's staging date for auto-enrolment (workplace pensions legislation) was 1 July 2016 and currently operates a qualifying scheme in respect of eligible employees who choose not to opt out of the scheme. The charity had fulfilled its pensions obligations by 1 July 2016 and continues to do so as appropriate.

### 11 Coronavirus (COVID-19) Pandemic

COVID-19 was given pandemic status by the WHO on 11 March 2020 and the Board has carefully considered the impact of this on the charity's financial statements. No changes to the basis of accounting or accounting adjustments are considered to be appropriate from our COVID-19 review, follow up actions and known outcomes at the date of approval of the financial statements. However, this situation emphasises the need for a prudent reserves policy and the Board has reacted accordingly.

## AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

#### 12 Analysis of Net Assets Between Funds

	Restricted Funds £	Unrestricted Funds £	Designated Funds £	Total Funds £
Fixed Assets	-	-	151,438	151,438
Current Assets	47,695	91,159	264,363	403,217
Current Liabilities	(8,408)	(12,389)	-	(20,797)
Net Assets	<u>39,287</u>	<u>78,770</u>	<u>415,801</u>	<u>533,858</u>

#### Transfers Between Funds

Significant transfers between funds (note 13) include:

The Knowe - this is partially funded in respect of related wage costs with any excess (which represents self-generated income) being transferred to the unrestricted general fund.

Transfers to restricted funds - these represent transfers from unrestricted funds to cover overspends in the related project costs. In addition, the transfer from the designated sustainability fund represents the reallocation of costs incurred during the previous financial year.

#### Details of Significant Restricted Funds

The Knowe Garden Centre - while this is a social enterprise project which generates unrestricted funding for the charity (see above), there is specific grant funding which is primarily employment and training related.

The Support to Engage Project (STEP) - this encompasses a number of areas of advice and support and further information is detailed on our website: [www.auchinleckcdi.co.uk/step](http://www.auchinleckcdi.co.uk/step)

#### Details of Designated Funds

Designated Sustainability Fund - this fund was previously established to sustain the charity's operations in the longer term, including significant employment within the local community. The charity has committed to a number of employment contracts over a 2 year period from April 2021, involving a significant cost and these funds will contribute towards this investment.

Designated Community Capital Projects Fund - this fund was established during the previous financial year out of reserves. The purpose of this fund is for a hospitality coffee shop to compliment and enhance the visitor and customer experience within the Knowe garden centre. Additional funding will be required to deliver this project.

Designated Adapt & Thrive Fund - the Adapt & Thrive Programme was funding to enable the third sector to adapt to the challenges presented by COVID-19 to build back better to thrive in the future. The charity was awarded £53,000 towards the end of the financial year and, although technically unrestricted funding, this was ring-fenced by the Board into a separate designated fund relating to capital expenditure and a staff post. Since the balance sheet date £28,000 of this funding has already been spent.

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
FOR THE YEAR ENDED 30 SEPTEMBER 2021

13 Analysis of Statement of Financial Activities

	Events & Activities	Community Welfare Project	The Knowe Garden Centre Social Enterprise	STEP Project	Total Restricted Funds 2021	Total Restricted Funds 2020	Unrestricted Designated Sustainability Fund	Unrestricted Designated Community Capital Projects	Unrestricted Designated Thrive Fund	Unrestricted Designated Capital Fund	Total Designated Funds 2021	Total Designated Funds 2020	Unrestricted General Fund 2021	Unrestricted General Fund 2020	Total Funds 2021	Total Funds 2020
Income	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£	£
<i>Donations, legacies &amp; other</i>																
East Ayrshire Council	-	-	-	-	4,498	-	-	-	-	-	5,000	-	33,197	-	33,197	9,498
Big Lottery	-	-	-	43,518	72,725	-	-	-	-	-	-	-	-	-	43,518	72,725
Minerals Trust	500	-	-	-	500	3,000	-	-	-	-	-	-	-	-	500	3,000
SCVO Community Jobs Scotland	-	-	54,519	-	54,519	82,385	-	-	-	-	-	-	-	-	54,519	82,385
Coalfield Regeneration Trust	-	-	5,000	-	5,000	1,000	-	-	-	-	-	-	-	-	5,000	1,000
South Ayrshire Council LEADER	-	-	47,094	-	47,094	11,300	-	-	-	-	-	-	-	-	47,094	11,300
DTAS	-	-	-	29,800	29,800	10,038	-	-	-	-	-	23,700	-	-	29,800	33,738
DWP Kickstart Scheme	-	-	53,406	-	53,406	-	-	-	-	-	-	-	-	-	53,406	-
Galloway Training	-	-	-	5,000	5,000	-	-	-	-	-	-	-	-	-	5,000	-
Adapt & Thrive	-	-	-	-	-	-	-	53,000	-	-	53,000	-	-	-	53,000	-
RBS Skills & Opportunities	-	-	-	-	-	17,500	-	-	-	-	-	-	-	-	-	17,500
The Prince of Wales Charitable Fund	-	-	-	-	-	5,000	-	-	-	-	-	-	-	-	-	5,000
Hunter Foundation - wellbeing	-	-	-	-	-	-	-	-	-	-	18,750	-	-	-	-	18,750
The Cora Foundation	-	-	-	-	-	-	-	-	-	-	7,470	-	-	-	-	7,470
Other Grant Income	-	-	-	-	-	-	-	-	-	-	-	-	4,750	3,478	4,750	3,478
HMRC JRS Grant	-	-	-	-	-	-	17,969	-	-	-	17,969	39,584	-	-	17,969	39,584
EAC COVID Grant	-	-	-	-	-	-	13,243	-	-	-	13,243	10,000	-	-	13,243	10,000
Auchinleck Newsletter	-	-	-	-	-	2,502	-	-	-	-	-	-	-	-	-	2,502
Employment Allowance	-	-	-	-	-	-	-	-	-	-	-	-	4,000	4,000	4,000	4,000
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	299	1,890	299	1,890
	500	-	160,019	78,318	238,837	209,948	31,212	-	53,000	-	84,212	104,504	42,246	9,368	365,295	323,820
<i>Charitable activities</i>																
Events income	-	-	-	-	-	6,288	-	-	-	-	-	-	-	-	-	6,288
Inspire Family	-	-	-	-	-	-	10,000	-	-	-	10,000	-	-	-	10,000	-
Neitherthrd CAT	-	-	-	-	-	-	7,500	-	-	-	7,500	-	-	-	7,500	-
Management charges - DWP Kickstart	-	-	-	-	-	-	5,700	-	-	-	5,700	-	-	-	5,700	-
Sales and other work done	-	-	34,325	-	34,325	39,247	-	-	-	-	-	-	-	-	34,325	39,247
	-	-	34,325	-	34,325	45,535	23,200	-	-	-	23,200	-	-	-	57,525	45,535
<i>Investments</i>																
Bank Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Income</b>	<b>500</b>	<b>-</b>	<b>194,344</b>	<b>78,318</b>	<b>273,162</b>	<b>255,483</b>	<b>54,412</b>	<b>-</b>	<b>53,000</b>	<b>-</b>	<b>107,412</b>	<b>104,504</b>	<b>42,246</b>	<b>9,368</b>	<b>422,820</b>	<b>369,355</b>
<i>Expenditure</i>																
<i>Cost of raising funds</i>																
Charitable activities:																
Charitable expenditure	12,807	27,613	147,963	97,499	285,882	241,108	-	-	-	-	-	-	(285)	3,955	285,597	245,063
Support costs	-	-	50	-	50	50	-	-	-	4,491	4,491	5,764	5,099	7,907	9,640	13,721
Governance costs	-	-	-	-	-	-	-	-	-	-	-	-	3,119	1,460	5,119	1,460
Grant repaid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	12,807	27,613	148,013	97,499	285,932	241,158	-	-	-	4,491	4,491	5,764	7,933	13,322	298,356	260,244
<i>Other costs</i>							17,969	-	-	-	17,969	-	-	-	17,969	-
<b>Total Expenditure</b>	<b>12,807</b>	<b>27,613</b>	<b>148,013</b>	<b>97,499</b>	<b>285,932</b>	<b>241,158</b>	<b>17,969</b>	<b>-</b>	<b>-</b>	<b>4,491</b>	<b>22,460</b>	<b>5,764</b>	<b>7,933</b>	<b>13,322</b>	<b>316,325</b>	<b>260,244</b>
<b>Net Income/(Expenditure)</b>	<b>(12,307)</b>	<b>(27,613)</b>	<b>46,331</b>	<b>(19,181)</b>	<b>(12,770)</b>	<b>14,325</b>	<b>36,443</b>	<b>-</b>	<b>53,000</b>	<b>(4,491)</b>	<b>84,952</b>	<b>98,740</b>	<b>34,313</b>	<b>(3,954)</b>	<b>106,495</b>	<b>109,111</b>
<b>Transfers between funds</b>	<b>9,344</b>	<b>3,737</b>	<b>(46,321)</b>	<b>19,181</b>	<b>(14,059)</b>	<b>(36,083)</b>	<b>(39,584)</b>	<b>-</b>	<b>-</b>	<b>33,899</b>	<b>(5,685)</b>	<b>17,373</b>	<b>19,744</b>	<b>18,710</b>	<b>-</b>	<b>-</b>
<b>Net movement in funds</b>	<b>(2,963)</b>	<b>(23,876)</b>	<b>10</b>	<b>-</b>	<b>(26,829)</b>	<b>(21,758)</b>	<b>(3,141)</b>	<b>-</b>	<b>53,000</b>	<b>29,408</b>	<b>78,267</b>	<b>116,113</b>	<b>54,057</b>	<b>14,756</b>	<b>106,495</b>	<b>109,111</b>
<i>Reconciliation of funds</i>																
Total funds brought forward	2,963	23,876	39,277	-	66,116	87,874	114,504	100,000	-	122,030	336,534	220,421	24,713	9,957	427,363	318,252
<b>Total funds carried forward</b>	<b>-</b>	<b>-</b>	<b>39,287</b>	<b>-</b>	<b>39,287</b>	<b>66,116</b>	<b>111,363</b>	<b>100,000</b>	<b>53,000</b>	<b>151,438</b>	<b>415,801</b>	<b>335,534</b>	<b>78,770</b>	<b>24,713</b>	<b>533,858</b>	<b>427,363</b>



# AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 SEPTEMBER 2021

### 14 INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 2021

	Notes	2021		2020	
		£	£	£	£
<b>Income</b>					
Big Lottery		43,518		72,725	
Minerals Trust		500		3,000	
SCVO Community Jobs Scotland		54,519		82,385	
Coalfield Regeneration Trust		5,000		1,000	
Other Grant Income		4,750		3,478	
DTAS		29,800		33,738	
East Ayrshire Council		33,197		9,498	
South Ayrshire Council LEADER		47,094		11,300	
Inspire Family		10,000		-	
Netherthird CAT		7,500		-	
DWP Kickstart		53,406		-	
Galloway Training		5,000		-	
Adapt & Thrive		53,000		-	
HMRC JRS Grant		17,969		39,584	
EAC COVID Grant		13,243		10,000	
RBS Skills & Opportunities		-		17,500	
The Prince of Wales Charitable Fund		-		5,000	
Hunter Foundation		-		18,750	
The Corra Foundation		-		7,470	
Sales and other work done		34,325		39,247	
Management charges - DWP Kickstart		5,700		-	
Auchinleck Newsletter Income		-		2,502	
Events income		-		6,288	
Employment allowance		4,000		4,000	
Fundraising and miscellaneous income		299		1,890	
	<b>13</b>		422,820		369,355
<b>Expenditure</b>					
Staff costs	<b>2</b>	225,150		189,594	
Staff training		1,000		680	
The Knowe project costs		31,754		25,477	
STEP project costs		5,724		9,539	
Events and activities costs		31,742		16,497	
Rent	<b>9</b>	50		50	
Insurance		2,273		2,420	
Travelling and subsistence costs	<b>3</b>	960		2,693	
Board meeting costs		1,679		1,010	
Sundry expenses		1,930		1,635	
Statutory accounts/Independent Examiner's fees		1,440		1,440	
Accountancy support services		600		600	
Payroll bureau		1,830		1,554	
Consultancy fees		1,000		-	
Legal and professional fees		4,679		660	
Subscriptions		23		631	
Depreciation	<b>5</b>	4,491		5,764	
			316,325		260,244
<b>Excess Income/(Expenditure) for Year</b>			<b>106,495</b>		<b>109,111</b>
Fund balances brought forward			427,363		318,252
<b>Fund balances carried forward</b>			<b>533,858</b>		<b>427,363</b>