

Company Registration No. SC284546 (Scotland)

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

(a company limited by guarantee)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 SEPTEMBER 2020

Scottish Charity No. : SC036623



AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

COMPANY INFORMATION

Directors Listed on Directors' Report

Secretary Stephen McCarron

Company number SC284546

Charity number SC036623

Registered office The Boswell Centre
18 Well Road
Auchinleck
KA18 2LA

Independent Examiner Ken McCracken B.Acc, C.A.
JRD LLP
11 Portland Road
Kilmarnock
KA1 2BT

Business address The Boswell Centre
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 28 SEPTEMBER 2020

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 28 September 2020. 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 2015).

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.

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)

There have been no further changes in directors since the year-end date.

Independent Examiner

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

Structure, Governance and Management

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.

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.

Related Parties

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

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

DIRECTORS' REPORT FOR THE YEAR ENDED 28 SEPTEMBER 2020

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 15 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.

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.

Significant Activities (incorporating Chairperson's Report)

We began the year advancing our programme of improvements in the drive for sustainability, that of course was brushed aside by this awful pandemic which requires no description. As a result, most of our efforts, if not all, were redirected into top gear to support our community. Food deliveries have been consistent throughout fulfilling the dire need caused by the virus. We have been working closely with council and other agencies as part of a Community Resilience Team, ensuring an essential and caring service. We continued to provide support in social terms, finance, DWP advice, mental health, universal credit etc. The latter mostly done by phone to ensure staff safety. As chairperson, I am very proud of the commitment by all our staff and volunteers in making sure nobody was left socially isolated or economically excluded, and this was done with reverence and dignity. Our regular work continued where and when possible to ensure a steady ship and a that we will be ready and able to take up the plan for future success We have been diligent in that aspect and are attempting to set the scene for further improvements in our development of which we have some confidence. I never cease to be amazed at the continued effort from both board, staff and volunteers to secure a long and healthy future for ACDI. We look forward to another successful year.

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

DIRECTORS' REPORT FOR THE YEAR ENDED 28 SEPTEMBER 2020

Significant Activities (continued)

The vast majority of our work turned towards providing essential support to our community in this desperate time, with 926 food parcels delivered, 155 medical supplies/prescriptions delivered to date and 610 befriending calls made to our most vulnerable residents; as well as 1,800 activity packs created and delivered for families with young children. We have put in place a range of support services where we do shopping/essential deliveries for people who do not qualify for food parcels but are unable to leave home (shielding) to buy shopping, collect prescriptions or to top up power and phone connectivity. We have also supported those in financial crisis with one-off payments towards power, food and connectivity. In addition, we supported 31 clients through our wellbeing service designed to provide intensive holistic support for residents whose general wellbeing was being adversely affected (including social isolation, financial wellbeing, employability, health and wellbeing, relationships and condition management issues).

We are also acting as a point of contact for ALL residents who need advice and signposting to other support agencies including the benefit system. People are more uncertain than ever about their rights to access benefits, how to apply or what to do if a claim goes wrong; an overtaxed DWP system can sometimes feel impersonal or generic. We are offering a friendly local support service that is down to earth, based around the client's individual situation with staff who will take the time to understand their needs and provide the right support at the right level for every client. We have supported 119 residents with a running total of £179,209 of additional benefits; this has included a wide range of benefits and financial advice from bereavement support, self-employed benefits, housing and Universal Credit to sign posting for additional support through tax exemption and crisis loans. We worked hard to make it a much easier journey for the client, facilitate smoother engagement with DWP, and we offer ongoing support/contact during the emergency measures and will continue to support clients post lockdown until the client has received their full entitlement. All our activities have been widely appreciated and the feedback we have received from the people we support has told us that our work makes lockdown much more bearable for our clients: "knowing that people who care are still out there, looking after us and everyone who can't get out to help themselves".

In addition, we have helped individual clients get firewood from local landscapers, helped elderly clients to set up messenger etc. to be able to facetime family, set up supermarket accounts to buy food online and amazon accounts. We made every effort to make sure that every household is aware of the support available (delivered leaflets to every household and put up banners) and involved the client in every step of the process.

THEMES OF SUPPORT

- Benefits (Employed / Unemployed / Self Employed)
- Food (Unemployed and Low Income)
- Fuel (Unemployed and Low Income)
- Advice (Universal)
- Digital Social Connections (Residents with social withdrawal anxiety issues)
- Wellbeing

PROJECT OUTPUTS and IMPACT

Number of volunteers - 15
Number of volunteer hours – approx. 6,500
Number of befriending telephone calls - 610
Number of food parcels purchased and/or delivered - 926
Number of medical supplies/prescriptions delivered - 155
Number of residents supported via benefits advice - 119
Value of benefits levered – £179,209
Number of leaflets designed and published – approx. 2,000
Number of households that were delivered leaflets – approx. 9,000
Number of activity packs created and delivered to local families – 1,800

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

DIRECTORS' REPORT FOR THE YEAR ENDED 28 SEPTEMBER 2020

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 £240,000. However, this includes funds designated for specific purposes which are detailed at note 13 to the financial statements. The general unrestricted fund, which represents the charity's working capital, is approximate £25,000. Taking the foregoing into consideration, in conjunction with the potential impact of the pandemic, 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 £109,111 (2019: £19,134). Total funds carried forward at 28 September 2020 were £427,363 (2019: £318,252) including £122,030 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.

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 27 May, 2021 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 28 September 2020, 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.

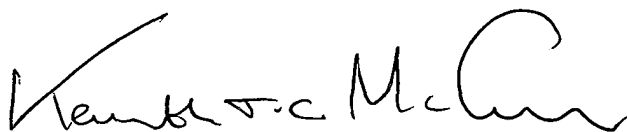
Basis of independent examiner's statement

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

27 May, 2021

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 28 SEPTEMBER 2020

	Restricted Funds £	Unrestricted Designated Funds £	Unrestricted General Funds £	Total Funds 2020 £	Total Funds 2019 £
Income					
Donations & legacies	209,948	104,504	9,368	323,820	231,499
Charitable activities	45,535	-	-	45,535	33,720
Investments	-	-	-	-	-
Total Income	255,483	104,504	9,368	369,355	265,219
Expenditure					
Raising funds	-	-	-	-	-
Charitable activities	241,158	5,764	13,322	260,244	246,085
Other	-	-	-	-	-
Total Expenditure	241,158	5,764	13,322	260,244	246,085
Net Income/(Expenditure)	14,325	98,740	(3,954)	109,111	19,134
Transfers between funds	(36,083)	17,373	18,710	-	-
Net movement in funds	(21,758)	116,113	14,756	109,111	19,134
Reconciliation of funds					
Total funds brought forward	87,874	220,421	9,957	318,252	299,118
Total funds carried forward	66,116	336,534	24,713	427,363	318,252

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 14 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 28 SEPTEMBER 2020

Company Registration No. SC284546 (Scotland)

	Notes	2020		2019	
		£	£	£	£
Fixed Assets	5		122,030		110,421
Current assets					
Debtors and prepayments	6	597		630	
Cash at bank and in hand	7	312,320		241,509	
		<u>312,917</u>		<u>242,139</u>	
Creditors: amounts falling due within one year	8	<u>(7,584)</u>		<u>(11,808)</u>	
Net current assets			305,333		230,331
Deferred income	9		-		(22,500)
Net assets			<u>427,363</u>		<u>318,252</u>
Funds of the charity					
Restricted income funds	13/14		66,116		87,874
Unrestricted income funds:					
General fund	13/14	24,713		9,957	
Designated funds	13/14	<u>336,534</u>		<u>220,421</u>	
Total unrestricted funds			361,247		230,378
Total charity funds			<u>427,363</u>		<u>318,252</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 27 May, 2021 and signed on its behalf by:



Neil McGhee
Director

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 28 SEPTEMBER 2020

	Notes	2020		2019	
		£	£	£	£
Income					
Big Lottery		72,725		84,292	
Minerals Trust		3,000		3,000	
SCVO Community Jobs Scotland		82,385		46,586	
Coalfield Regeneration Trust		1,000		14,585	
Other Grant Income		3,478		1,680	
Auchinleck Newsletter Income		2,502		828	
Events income		6,288		8,868	
DTAS		33,738		20,685	
Sales and other work done		39,247		24,852	
RBS Skills & Opportunites		17,500		13,125	
East Ayrshire Council		9,498		1,973	
South Ayrshire Council LEADER		11,300		41,509	
The Prince of Wales Charitable Fund		5,000		-	
Hunter Foundation		18,750		-	
The Corra Foundation		7,470		-	
HMRC JRS Grant		39,584		-	
EAC COVID Grant		10,000		-	
Employment allowance		4,000		3,000	
Fundraising and miscellaneous income		1,890		236	
	14		369,355		265,219
Expenditure					
Staff costs	2	189,594		167,001	
Staff training		680		125	
The Knowe project costs		25,477		28,217	
STEP project costs		9,539		5,026	
Events and activities costs		16,497		27,746	
Auchinleck newsletter costs		-		601	
Rent	10	50		50	
Insurance		2,420		2,541	
Travelling and subsistence costs	3	2,693		4,603	
Board meeting costs		1,010		724	
Sundry expenses		1,635		598	
Statutory accounts/Independent Examiner's fees		1,440		1,260	
Accountancy support services		600		-	
Payroll bureau		1,554		1,068	
Legal and professional fees		660		180	
Subscriptions		631		120	
Grant repaid		-		1,350	
Depreciation	5	5,764		4,875	
			260,244		246,085
Excess Income/(Expenditure) for Year			109,111		19,134
Fund balances brought forward			318,252		299,118
Fund balances carried forward			427,363		318,252

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 SEPTEMBER 2020**

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 2015) - (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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 28 SEPTEMBER 2020

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 14, 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

Deferred income relates to receipt in advance of a grant for expenditure that must take place in a future accounting period.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 28 SEPTEMBER 2020

2 Staff costs and numbers

Staff costs were as follows:

	2020 £	2019 £
Salaries and wages	177,897	154,807
Social security costs	8,773	8,708
Staff pension costs	2,924	3,486
	189,594	167,001

The number of employees during the year was 19 on a head-count basis (2019: 20).

The total employee benefits of the key management personnel (who are listed in the directors' report) of the charity were £83,585 (2019: £85,187).

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

3 Trustee Remuneration and Related Party Transactions

No Trustee received any remuneration during the year. Expenses of £20 were reimbursed to 1 Trustee during the year (2019: £120 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 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 Garden Assets Facility Building (Note 10)	Polytunnels, Fixtures & Fittings	Plant & Equipment	Computer Equipment	Total
	£	£	£	£	£	£
Cost						
At 29 September 2019	17,500	121,877	-	12,515	840	152,732
Additions	-	-	16,268	-	1,105	17,373
Disposals	-	-	-	-	-	-
At 28 September 2020	17,500	121,877	16,268	12,515	1,945	170,105
Depreciation						
At 29 September 2019	17,500	11,456	-	12,515	840	42,311
Charge for the period (note 1g)	-	4,875	761	-	128	5,764
Disposals	-	-	-	-	-	-
At 28 September 2020	17,500	16,331	761	12,515	968	48,075
Net book value						
At 28 September 2020	-	105,546	15,507	-	977	122,030
Net book value						
At 28 September 2019	-	110,421	-	-	-	110,421

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2020

6 Debtors and prepayments	2020	2019
	£	£
Prepaid insurance	597	630
	<u>597</u>	<u>630</u>
7 Bank and cash balances	2020	2019
	£	£
Bank account - Main	235,861	142,352
Bank account - STEP	20,072	51,820
Bank account - APL	55,585	47,337
Cash balance	802	-
	<u>312,320</u>	<u>241,509</u>
8 Creditors : amounts falling due within one year	2020	2019
	£	£
Payroll taxes	3,039	2,164
Other creditors	2,145	8,132
Accrued charges	2,400	1,512
	<u>7,584</u>	<u>11,808</u>
9 Deferred Grant Income	2020	2019
	£	£
The Prince of Wales Charitable Fund	-	5,000
RBS Skills & Opportunities	-	17,500
	<u>-</u>	<u>22,500</u>

Deferred income represents payment in advance of the funding period.

10 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.

11 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.

12 Coronavirus (COVID-19) Pandemic

COVID-19 was given pandemic status by the WHO on 11 March 2020, prior to the balance sheet date, 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.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 28 SEPTEMBER 2020

13 Analysis of Net Assets Between Funds

	Restricted Funds £	Unrestricted Funds £	Designated Funds £	Total Funds £
Fixed Assets	-	-	122,030	122,030
Current Assets	71,300	27,113	214,504	312,917
Current Liabilities	(5,184)	(2,400)	-	(7,584)
Deferred Income	-	-	-	-
Net Assets	66,116	24,713	336,534	427,363

In respect of the fixed assets figure (see note 5), the following matters should be noted:

a) Geo-dome assets originally costing £34,888 and fully depreciated a number of years ago have been written out of the accounts, as these are no longer used by the charity and are therefore considered to have no value.

b) 2 geodesic greenhouses and 3 20ft shipping containers, previously provided by East Ayrshire Council at no cost, have been donated to a local voluntary group. Again, these assets are no longer used by the charity and are considered to have no value.

Transfers Between Funds

Significant transfers between funds (note 14) 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.

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 opening balance of £10,000 (which came from reserves) has been significantly increased during the year due to the support of a number of funders (refer to note 14). 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.

AUCHINLECK COMMUNITY DEVELOPMENT INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 28 SEPTEMBER 2020

14 Analysis of Statement of Financial Activities

	Events & Activities £	Community Welfare Champion Project £	The Knows Garden Centre Social Enterprise £	STEP Project £	Total Restricted Funds £	Unrestricted Designated Sustainability Fund £	Unrestricted Designated Community Capital Projects Fund £	Unrestricted Designated Capital Fund £	Total Designated Funds £	Unrestricted General Fund £	Total Funds 2020 £	Total Funds 2019 £
Income												
<i>Donations, legacies & other</i>												
East Ayrshire Council	4,498	-	-	-	4,498	5,000	-	-	5,000	-	9,498	1,973
Big Lottery	-	-	-	72,725	72,725	-	-	-	-	-	72,725	84,292
Minerals Trust	3,000	-	-	-	3,000	-	-	-	-	-	3,000	3,000
SCVO Community Jobs Scotland	-	-	82,385	-	82,385	-	-	-	-	-	82,385	46,586
Coalfield Regeneration Trust	1,000	-	-	-	1,000	-	-	-	-	-	1,000	14,585
South Ayrshire Council LEADER	-	-	11,300	-	11,300	-	-	-	-	-	11,300	41,509
RBS Skills & Opportunities	-	17,500	-	-	17,500	-	-	-	-	-	17,500	13,125
The Prince of Wales Charitable Fund	-	-	5,000	-	5,000	-	-	-	-	-	5,000	-
Hunter Foundation - wellbeing	-	-	-	-	-	18,750	-	-	18,750	-	18,750	-
The Corra Foundation	-	-	-	-	-	7,470	-	-	7,470	-	7,470	-
Other Grant Income	-	-	-	-	-	-	-	-	-	3,478	3,478	1,680
HMRC JRS Grant	-	-	-	-	-	39,584	-	-	39,584	-	39,584	-
EAC COVID Grant	-	-	-	-	-	10,000	-	-	10,000	-	10,000	-
DTAS	-	-	-	10,038	10,038	23,700	-	-	23,700	-	33,738	20,885
Auchinleck Newsletter	2,502	-	-	-	2,502	-	-	-	-	-	2,502	828
Employment Allowance	-	-	-	-	-	-	-	-	-	4,000	4,000	3,000
Other Income	-	-	-	-	-	-	-	-	-	1,890	1,890	236
	11,000	17,500	98,685	82,763	209,948	104,504	-	-	104,504	9,368	323,820	231,499
<i>Charitable activities</i>												
Events income	6,288	-	-	-	6,288	-	-	-	-	-	6,288	8,868
Sales and other work done	-	-	39,247	-	39,247	-	-	-	-	-	39,247	24,852
	6,288	-	39,247	-	45,535	-	-	-	-	-	45,535	33,720
Investments												
Bank Interest	-	-	-	-	-	-	-	-	-	-	-	-
Total Income	17,288	17,500	137,932	82,763	255,483	104,504	-	-	104,504	9,368	369,355	265,219
Expenditure												
<i>Cost of raising funds</i>												
	-	-	-	-	-	-	-	-	-	-	-	-
<i>Charitable activities:</i>												
Charitable expenditure	14,325	19,717	103,934	103,132	241,108	-	-	-	-	3,955	245,063	231,156
Support costs	-	-	50	-	50	-	-	5,764	5,764	7,907	13,721	12,319
Governance costs	-	-	-	-	-	-	-	-	-	1,460	1,460	1,260
Grant repaid	-	-	-	-	-	-	-	-	-	-	-	1,350
	14,325	19,717	103,984	103,132	241,158	-	-	5,764	5,764	13,322	260,244	246,085
<i>Other costs</i>												
Total Expenditure	14,325	19,717	103,984	103,132	241,158	-	-	5,764	5,764	13,322	260,244	246,085
Net Income/(Expenditure)	2,963	(2,217)	33,948	(20,369)	14,325	104,504	-	(5,764)	98,740	(3,954)	109,111	19,134
Transfers between funds												
	-	-	2,622	(38,705)	(36,083)	-	-	17,373	17,373	18,710	-	-
Net movement in funds	2,963	(2,217)	36,570	(59,074)	(21,758)	104,504	-	11,609	116,113	14,756	109,111	19,134
Reconciliation of funds												
Total funds brought forward	-	26,093	2,707	59,074	87,874	10,000	100,000	110,421	220,421	9,957	318,252	299,118
Total funds carried forward	2,963	23,876	39,277	-	66,116	114,504	100,000	122,030	336,534	24,713	427,363	318,252