

COMPANY REGISTRATION NUMBER: SC172194
CHARITY REGISTRATION NUMBER: SC041120

Highland Perthshire Communities Partnership
Company Limited by Guarantee
Unaudited Financial Statements
For the year ended
31 March 2019



WALTON KILGOUR
Chartered Accountants
30 Bonnethill Road
Pitlochry
PH16 5BS

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2019

	Page
Trustees' annual report (incorporating the directors' report)	1
Independent examiner's report to the trustees	4
Statement of financial activities (including income and expenditure account)	6
Statement of financial position	7
Notes to the financial statements	9
The following pages do not form part of the financial statements	
Detailed statement of financial activities	20
Notes to the detailed statement of financial activities	22

Highland Perthshire Communities Partnership
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Directors' Report)
Year ended 31 March 2019

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2019.

Reference and administrative details

Registered charity name	Highland Perthshire Communities Partnership
Charity registration number	SC041120
Company registration number	SC172194
Principal office and registered office	51 Atholl Road Pitlochry Perthshire PH16 5BU

The trustees

Mr G K Huggins
Ms K Howie
Mr P M Hounam

Company secretary J & H Mitchell W S

Independent examiner Janis Walker C A
30 Bonnethill Road
Pitlochry
PH16 5BS

Structure, governance and management

Highland Perthshire Communities Partnership is an incorporated association under the Companies Act 2006 and is registered as a Scottish charity.

New trustees are appointed by the current members of the board. No formal policy exists for the appointment, induction and training of trustees.

Objectives and activities

Highland Perthshire Communities Partnership operates and maintains a local broadband network which provides internet access to the local community. The broadband system is owned and maintained by the charity but during 2018 the management of the greater part of the customer base was transferred to a separate organisation.

Within the overall concept of the Scottish Office's initiative to encourage the formation of Local Rural Partnerships, Highland Perthshire Communities Partnership also seeks to encourage and assist local community groups in promoting and evaluating their own project proposals and, where appropriate, to assist with sourcing funding support.

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2019

Achievements and performance

The goal of trading profitably outlined in last year's analysis has been achieved as shown in the Financial review below. The profit generated by the Broadband operation has more than compensated for the small loss of the HPCP general function.

The new membership has enabled HPCP to assist more operations such as PUGS and Heartland FM to flourish and perform valuable services to the community.

We are now also in a position to seek more funding in order to expand the Broadband Operation where this year we hope to have over 100 subscribers on our network including provision of Broadband Services to large estates such as Atholl Estates where significant revenue is being generated by assisting their development in their connectivity to the web.

The management team has now fully recovered from the loss of our Treasurer although we are still looking to add to our Trustee Team.

The Trustees have reconfirmed their full support to HPCP whereby they still will underwrite any shortfall in trading should it occur but given the positive cash flow we have now achieved have agreed that any monies owing to the Trustees will not be repayable until after the accounting year ended 31 March 2022 and even then only from trading profits.

Financial review

The charity incurred a loss of £14,804 for the period (2018: £24,522), which includes a depreciation charge of £18,553 on the broadband system (2018: £17,697). Major replacements of components of the broadband system as constructed by HPCP are likely to be met by future grant funding. On that basis, depreciation is not a consideration in assessing financial performance. In ignoring depreciation we have an adjusted profit of around £3,750 for the year. Additional infrastructure purchased by Westica Communications Ltd, the company now managing the broadband service, in expanding the system will be the responsibility of Westica.

With commencement of the formal leasing of the Atholl Road building to Heartland Radio Foundation, an additional charitable activity category has been created in the financial statements to disclose the income and expenses involved. It is necessary to apportion various common costs such as rent, electricity and insurance across the charitable activities, and the bases used for this are explained in note 9 dealing with charitable expenditure.

There was a deficit of £17,504 on unrestricted funds and a deficit of £4,951 on one restricted fund at 31 March 2019 (2018: deficits of £19,047 and £4,951, respectively). This includes a loan of £42,630 provided by a trustee (2018: £37,924). The trustees remain confident that the broadband service will soon realise profitability for the organisation and allow these deficits to be cleared.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

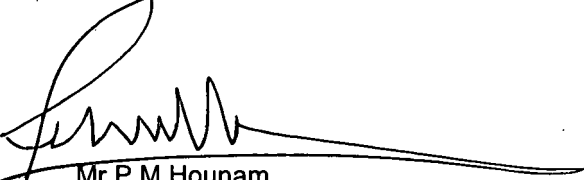
Highland Perthshire Communities Partnership

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2019

The trustees' annual report (incorporating the directors' report) was approved on 10 December 2019 and signed on behalf of the board of trustees by:



Mr P M Hounam
Trustee

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Highland Perthshire Communities Partnership

Year ended 31 March 2019

I report to the trustees on my examination of the financial statements of Highland Perthshire Communities Partnership ('the charity') for the year ended 31 March 2019.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 ('the 2005 Act'), the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Companies Act 2006 ('the 2006 Act'). You are satisfied that the accounts of the company are not required by charity or company law to be audited and have chosen instead to have an independent examination.

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts carried out under section 44(1)(c) of the 2005 Act. In carrying out my examination I have followed the requirements of Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Independent examiner's statement

Since the charity is required by company law to prepare its accounts on an accruals basis and is registered as a charity in Scotland your examiner must be a member of a body listed in Regulation 11(2) of the Charities Accounts (Scotland) Regulations 2006 (as amended). I can confirm that I am qualified to undertake the examination because I am a registered member of ICAS which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act, section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; or
2. the financial statements do not accord with those records or with the accounting requirements of Regulation 8 of the Charities Accounts (Scotland) Regulations 2006; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

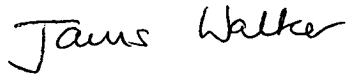
Highland Perthshire Communities Partnership

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Highland Perthshire Communities Partnership *(continued)*

Year ended 31 March 2019

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Janis Walker C A
Independent Examiner

30 Bonnethill Road
Pitlochry
PH16 5BS

10 December 2019

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2019

		Unrestricted funds	2019 Restricted funds	Total funds	2018 Total funds
	Note	£	£	£	£
Income and endowments					
Donations and legacies	5	1,462	–	1,462	–
Charitable activities	6	20,931	–	20,931	35,529
Other income	7	10,200	–	10,200	–
Total income		<u>32,593</u>	<u>–</u>	<u>32,593</u>	<u>35,529</u>
Expenditure					
Expenditure on charitable activities	8,9	30,988	16,347	47,335	58,557
Other expenditure	11	62	–	62	1,494
Total expenditure		<u>31,050</u>	<u>16,347</u>	<u>47,397</u>	<u>60,051</u>
Net expenditure and net movement in funds		<u>1,543</u>	<u>(16,347)</u>	<u>(14,804)</u>	<u>(24,522)</u>
Reconciliation of funds					
Total funds brought forward		(19,047)	27,744	8,697	33,219
Total funds carried forward		<u>(17,504)</u>	<u>11,397</u>	<u>(6,107)</u>	<u>8,697</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 9 to 18 form part of these financial statements.

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Statement of Financial Position

31 March 2019

	Note	2019 £	£	2018 £
Fixed assets				
Tangible fixed assets	16		22,468	36,742
Current assets				
Debtors	17	15,066		11,835
Cash at bank and in hand		3,299		1,923
		<u>18,365</u>		<u>13,758</u>
Creditors: amounts falling due within one year	18	<u>4,310</u>		<u>3,879</u>
Net current assets			<u>14,055</u>	<u>9,879</u>
Total assets less current liabilities			<u>36,523</u>	<u>46,621</u>
Creditors: amounts falling due after more than one year	19		<u>42,630</u>	<u>37,924</u>
Net liabilities			<u>(6,107)</u>	<u>8,697</u>
Funds of the charity				
Restricted funds			11,397	27,744
Unrestricted funds			<u>(17,504)</u>	<u>(19,047)</u>
Total charity funds	20		<u>(6,107)</u>	<u>8,697</u>

For the year ending 31 March 2019 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

The statement of financial position
continues on the following page.

The notes on pages 9 to 18 form part of these financial statements.

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31 March 2019

These financial statements were approved by the board of trustees and authorised for issue on 10 December 2019, and are signed on behalf of the board by:



Mr G K Huggins
Trustee

The notes on pages 9 to 18 form part of these financial statements.

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2019

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in Scotland and a registered charity in Scotland. The address of the registered office is 51 Atholl Road, Pitlochry, Perthshire, PH16 5BU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The trustees believe the charity's accounts are relatively straight forward and as a result there were no judgements, estimates or assumptions that on their own had a significant effect on the financial statements.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the purposes of the charity. Restricted funds are subject to restrictions on their expenditure imposed by the donor.

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

3. Accounting policies *(continued)*

Incoming resources

Income

All income is included in the statement of financial activities when the charity is entitled to the income, any performance related conditions attached have been met or are fully within the control of the charity, the income is considered probable and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income.

- Donations and legacy income is received by way of donations, legacies, grants and gifts and is included in full in the Statement of Financial Activities when receivable. Where legacies have been notified to the charity but the criteria for income recognition have not been met, the legacy is treated as a contingent asset and disclosed if material. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.
- Income from membership subscriptions is included when receivable.
- Income from charitable trading activities is accounted for when earned. This consists mainly of income from broadband services, which is recognised when invoiced for initial set-up costs and monthly thereafter on the due date in the case of ongoing services.
- Income from property letting is recognised on the dates receivable.

Resources expended

Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

- 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. The bases of apportionment of support costs between activities are detailed in the relevant note.
- Governance costs include all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities. These are costs which arise from the administrative activities within the charity. They are shown as a separate category of support costs within the notes to the accounts and are not apportioned between activities.
- Other expenditure includes any expenditure which cannot be included within the above categories due to exceptional size or incidence.

Tangible assets

All fixed assets are initially recorded at cost.

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

3. Accounting policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Equipment - 20% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Cash and cash equivalents

Cash and cash equivalents consist of deposits held at call with banks.

4. Limited by guarantee

The company is limited by guarantee. The liability of each guarantor in the event of a winding up is limited to £1.

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Grants				
Highlands & Islands Enterprise Fund	1,387	1,387	—	—
Subscriptions				
Membership subscriptions	75	75	—	—
	<u>1,462</u>	<u>1,462</u>	<u>—</u>	<u>—</u>

6. Charitable activities

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Broadband subscriptions and installations	<u>20,931</u>	<u>20,931</u>	<u>35,529</u>	<u>35,529</u>

7. Other income

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Sublet property income	<u>10,200</u>	<u>10,200</u>	<u>—</u>	<u>—</u>

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Community broadband	11,535	16,347	27,882
Support costs	19,453	—	19,453
	<u>30,988</u>	<u>16,347</u>	<u>47,335</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Community broadband	37,905	16,347	54,252
Support costs	4,305	—	4,305
	<u>42,210</u>	<u>16,347</u>	<u>58,557</u>

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

9. Expenditure on charitable activities by activity type

Support costs consist of costs which cannot be identified directly with a particular charitable activity but which must be apportioned on bases which reflect the proportionate degrees of use of resources by the various activities.

Work commenced in April 2018 on the relocation of the Heartland Radio Foundation to the Atholl Road premises. Office space is formally subleased to the Foundation from that date and a new charitable activity has been created for accounting purposes to disclose the expenses of this letting activity. Cost apportionment this year also attempted to recognise the small use made of office facilities by the community projects side of the charity. Office costs were allocated entirely to the broadband function last year.

The rent expense has been allocated on the basis of floor area. Apportionment this year has been 5%, 20%, and 75% to community, broadband and let property, respectively. Water rates have been apportioned on floor area as 5% to community projects and the remainder to broadband. Office insurance has been apportioned according to insured values as 5%, 40%, and 55% to community projects, broadband and let property respectively.

The electricity cost has been apportioned on the basis of estimated usage. The radio studio has a large power requirement which has been estimated at 74% of the total cost. The remainder has been split 5%/21% to community projects and broadband, respectively (2018 - entirely broadband).

The website continues to provide information on both community projects assistance and the broadband activities. Website costs for the year have been apportioned 75% and 25% to broadband and community projects, respectively, based on the relative proportions of website space allocated to each activity (2018 - 75% and 25% to broadband and community projects, respectively).

Governance costs have been allocated entirely to the broadband activity. It is felt that any expenditure attributable to the other activities would be immaterial.

	Activities undertaken directly	Support costs	Total funds 2019	Total fund 2018
	£	£	£	£
Community projects	–	896	896	105
Community broadband	27,882	3,693	31,575	54,535
Property letting	–	12,131	12,131	–
Governance costs	–	2,733	2,733	3,917
	<u>27,882</u>	<u>19,453</u>	<u>47,335</u>	<u>58,557</u>

10. Analysis of support costs

	Community projects	Broadband	Property letting	Total 2019	Total 2018
	£	£	£	£	£
Premises	722	3,170	10,529	14,421	–
Communications and IT	174	523	–	697	388
Governance costs	–	2,733	–	2,733	3,917
Legal and professional	–	–	1,602	1,602	–
	<u>896</u>	<u>6,426</u>	<u>12,131</u>	<u>19,453</u>	<u>4,305</u>

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

11. Other expenditure

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Tax penalties and interest	62	62	—	—
Other exceptional expenditure	—	—	1,494	1,494
	<u>62</u>	<u>62</u>	<u>1,494</u>	<u>1,494</u>

12. Net expenditure

Net expenditure is stated after charging/(crediting):

	2019 £	2018 £
Depreciation of tangible fixed assets	<u>18,553</u>	<u>17,697</u>

13. Independent examination fees

	2019 £	2018 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>750</u>	<u>900</u>

14. Staff costs

The average head count of employees during the year was Nil (2018: Nil).

No employee received employee benefits of more than £60,000 during the year (2018: Nil).

15. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity were received by the trustees (2018: Nil).

No trustee expenses have been incurred (2018: Nil).

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

16. Tangible fixed assets

	Equipment £	Total £
Cost		
At 1 April 2018	88,483	88,483
Additions	4,279	4,279
At 31 March 2019	92,762	92,762
Depreciation		
At 1 April 2018	51,741	51,741
Charge for the year	18,553	18,553
At 31 March 2019	70,294	70,294
Carrying amount		
At 31 March 2019	22,468	22,468
At 31 March 2018	36,742	36,742

17. Debtors

	2019 £	2018 £
Trade debtors	1,171	2,033
Prepayments and accrued income	918	902
Loan to Heartland FM	5,000	5,000
Other debtors	7,977	3,900
	15,066	11,835

18. Creditors: amounts falling due within one year

	2019 £	2018 £
Accruals and deferred income	3,227	1,273
Social security and other taxes	3	710
Other creditors	1,080	1,896
	4,310	3,879

19. Creditors: amounts falling due after more than one year

	2019 £	2018 £
Loan from G Huggins	42,630	37,924

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

20. Analysis of charitable funds

Unrestricted funds

	At 1 April 2018 £	Income £	Expenditure £	At 31 March 2019 £
General funds	(19,047)	<u>32,593</u>	<u>(31,050)</u>	<u>(17,504)</u>

	At 1 April 2017 £	Income £	Expenditure £	At 31 March 2018 £
General funds	(10,872)	<u>35,529</u>	<u>(43,704)</u>	<u>(19,047)</u>

Restricted funds

	At 1 April 2018 £	Income £	Expenditure £	At 31 March 2019 £
General projects fund	(4,951)	—	—	(4,951)
Broadband general fund	12,843	—	(6,421)	6,422
Broadband construction and development fund	19,852	—	(9,926)	9,926
	<u>27,744</u>	<u>—</u>	<u>(16,347)</u>	<u>11,397</u>

	At 1 April 2017 £	Income £	Expenditure £	At 31 March 2018 £
General projects fund	(4,951)	—	—	(4,951)
Broadband general fund	19,264	—	(6,421)	12,843
Broadband construction and development fund	29,778	—	(9,926)	19,852
	<u>44,091</u>	<u>—</u>	<u>(16,347)</u>	<u>27,744</u>

The general fund was established for application to the costs of general development projects throughout the community. A deficit of £4,951 on this fund has been carried forward from last year.

The broadband funds collectively now represent the net book value of the broadband system which was financed with these funds. Annual depreciation on that equipment is charged to these funds.

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

21. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Tangible fixed assets	6,121	16,347	22,468
Current assets	18,365	–	18,365
Creditors less than 1 year	(4,310)	–	(4,310)
Creditors greater than 1 year	(37,680)	(4,950)	(42,630)
Net liabilities	(17,504)	11,397	(6,107)

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Tangible fixed assets	4,048	32,694	36,742
Current assets	13,758	–	13,758
Creditors less than 1 year	(3,879)	–	(3,879)
Creditors greater than 1 year	(32,974)	(4,950)	(37,924)
Net liabilities	(19,047)	27,744	8,697

22. Financial instruments

The carrying amount for each category of financial instrument is as follows:

	2019 £	2018 £
Financial assets that are debt instruments measured at amortised cost		
Financial assets that are debt instruments measured at amortised cost	17,447	12,856
Financial liabilities measured at amortised cost		
Financial liabilities measured at amortised cost	46,940	41,803

23. Related parties

The charity owed £42,630 to Mr G Huggins, trustee, as at 31 March 2019 (2018 - £37,924). No interest is charged on this loan and there is no fixed term for repayment.

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Management Information

Year ended 31 March 2019

The following pages do not form part of the financial statements.

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 31 March 2019

	2019 £	2018 £
Income and endowments		
Donations and legacies		
Highlands & Islands Enterprise Fund	1,387	—
Membership subscriptions	75	—
	<u>1,462</u>	<u>—</u>
Charitable activities		
Broadband subscriptions and installations	<u>20,931</u>	<u>35,529</u>
Other income		
Sublet property income	<u>10,200</u>	<u>—</u>
Total income	<u><u>32,593</u></u>	<u><u>35,529</u></u>
Expenditure		
Expenditure on charitable activities		
Rent	10,950	10,033
Rates and water	178	352
Light and heat	2,843	1,041
Repairs and maintenance	492	3,080
Insurance	1,552	675
Legal and professional fees	9,595	9,182
Telephone	148	628
Other office costs	—	914
Depreciation	18,553	17,697
Other interest payable and similar charges	585	487
Backhaul charges	—	12,012
Miscellaneous governance costs	155	478
Customer broadband installation costs	457	1,525
Other broadband operating costs	895	—
Website promotion	697	388
Sundry expenses	235	65
	<u>47,335</u>	<u>58,557</u>
Other expenditure		
Tax penalties and interest	62	—
Other exceptional expenditure	—	1,494
	<u>62</u>	<u>1,494</u>
Total expenditure	<u><u>47,397</u></u>	<u><u>60,051</u></u>

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Detailed Statement of Financial Activities *(continued)*

Year ended 31 March 2019

	2019 £	2018 £
Net expenditure	<u>(14,804)</u>	<u>(24,522)</u>

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities *(continued)*

Year ended 31 March 2019

	2019 £	2018 £
	2019 £	2018 £
Expenditure on charitable activities		
Community projects		
Support costs		
Rent	548	—
Rates & water	9	—
Light & heat	142	—
Insurance	23	—
Website promotion	174	105
	<u>896</u>	<u>105</u>
Community broadband		
Activities undertaken directly		
Rent	—	10,033
Rates and water	—	352
Light and heat	—	1,041
Repairs and maintenance	492	3,080
Insurance	1,102	675
Consultancy fees	6,000	6,230
Telephone	148	628
Other office costs	—	914
Depreciation	18,553	17,697
Backhaul charges	—	12,012
Customer broadband installation costs	457	1,525
Other broadband operating costs	895	—
Sundry expenses	235	65
	<u>27,882</u>	<u>54,252</u>
Support costs		
Rent	2,220	—
Rates & water	169	—
Light & heat	601	—
Insurance	180	—
Website promotion	523	283
	<u>3,693</u>	<u>283</u>

Highland Perthshire Communities Partnership

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities *(continued)*

Year ended 31 March 2019

	2019 £	2018 £
Property letting		
Support costs		
Rent	8,182	—
Light & heat	2,100	—
Insurance	247	—
Legal and professional fees	1,602	—
	<u>12,131</u>	<u>—</u>
Governance costs		
Governance costs - accountancy fees	1,350	1,400
Legal and professional fees	643	1,552
Governance costs - other finance costs	585	487
Miscellaneous governance costs	155	478
	<u>2,733</u>	<u>3,917</u>
Expenditure on charitable activities	<u><u>47,335</u></u>	<u><u>58,557</u></u>