

Registered Company No: SC209046

Registered Charity No: SC030322

IONAD CHALUIM CHILLE ILE

(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2016



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IONAD CHALUIM CHILLE ILE
(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2016

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IONAD CHALUIM CHILLE ILE
(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2016

REFERENCE AND ADMINISTRATIVE INFORMATION

Charity Name:	Ionad Chaluim Chille Ile
Patron:	Brian Wilson
Registered Office:	An Teanga Sleite Isle of Skye IV44 8RQ
Operational Address:	Garnatra Bowmore Isle of Islay PA43 7LN
Charity Registration Number:	SC 030322
Company Registration Number:	SC 209046
Trustees:	Robin A Currie Dr Dorothy Dennis Catherine Johnston Donnie Munro Professor AG Boyd Robertson Hugh Smith Dr Neil Simco
Secretary:	Iain A Gordon CA
Independent Examiner:	Ross McLauchlan BAcc, CA Wylie & Bisset LLP 168 Bath Street Glasgow G2 4TP
Bankers:	Bank of Scotland Broadford Isle of Skye IV49 9AB

IONAD CHALUIM CHILLE ILE

(A company limited by guarantee)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JULY 2016

The directors present their report with the financial statements of the company for the year ended 31 July 2016.

Directors and Trustees

The directors of the charitable company (the charity) are its Trustees for the purpose of charity law and throughout this report are collectively referred to as the Trustees.

The Trustees who served during the year and since the year end were as follows:

Robin A Currie
Dr Dorothy Dennis
Catherine Johnston (Chair)
Donnie Munro
Professor AG Boyd Robertson
Hugh Smith
Dr Neil Simco

Structure, Governance and Management

- **Governing Document**

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

- **Recruitment and Appointment of Trustees**

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

- **Trustee Induction and Training**

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

- **Risk Management**

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

IONAD CHALUIM CHILLE ILE

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REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JULY 2016

- **Organisational Structure**

ICCI is run by a Board of Directors which meets quarterly. The local Board members meet in between meetings of the full Board, as and when necessary, to deal with operational matters. The Board of Directors is chaired by Catherine Johnston. The maximum composition of the Board is 10 members including representatives from Sabhal Mòr Ostaig and UHI.

In addition to Board members, HIE have observer status.

The Centre employs three full time and three part-time staff, with additional project staff on short term contract arrangements.

- **Remuneration of Key Management Personnel**

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

Objectives and Activities

The principal objective of the company is to advance education and in particular the Gaelic language, heritage, culture, traditions, arts, crafts and music. This is achieved through the operation of a Gaelic Community and Education facility on the Isle of Islay. This provides facilities for the local community along with part-time and summer courses in Gaelic language, song and traditional music.

Main Achievements

The principal activities of Ionad Chalum Chille Ìle (ICCI) in pursuance of its charitable objects in the year 2015-16 were as follows:

Education

During 2015-16 ICCI staff delivered a very full programme of teaching at Adult Learner, High School, Out of School clubs, Primary School and Nursery levels.

Around 200 students across the age spectrum on Islay, Jura, Colonsay and in Lochgilphead benefitted from these services.

Culture and Language

There was a steady programme of Music, Drama and Cultural Events throughout the Year. A Gaelic language policy and Gaelic language plan have been developed and are in operation.

Commercial Activities

- **Room Rental.**

ICCI continues to be widely used by Community Groups, Public Bodies and Businesses at a satisfactory level

- **Cafe and Shop**

The franchise arrangement continued successfully during the year.

IONAD CHALUIM CHILLE ILE
(A company limited by guarantee)

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JULY 2016

Strategy and Business Planning

Existing services and new proposals for the stabilisation and development of Gaelic language and culture on Islay are constantly under consideration by the staff and Board of Ionad Chaluim Chille Ile.

Financial Review

Core funding has secured at the same level from Bòrd na Gàidhlig for the financial year 2015-16 and in line with its budget ICCI was able to make a small surplus for the year before charging depreciation.

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

- **Principal Funding Sources**

The main core funders of the charity are Bòrd na Gàidhlig and Argyll & Bute Council.

In addition the charity receives funding from Comunn Na Gàidhlig and Highlands and Islands Enterprise for specific activities, and consultancy and advisory support is also received from Highlands & Islands Enterprise as a managed client.

- **Reserves Policy**

It is the intention of the charity to build up reserves sufficient to cover six months' charitable expenditure. At current levels of expenditure this would equate to approx. £90,000. The charity currently has free reserves of approx. one third of that target.

Plans for Future Periods

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

- increased provision and uptake of courses, including introduction of approved FE courses
- increased community involvement and activities
- increased services to the Council and other clients
- identification of new business opportunities
- development of links with Ireland

IONAD CHALUIM CHILLE ILE
(A company limited by guarantee)

Report of the Trustees for the year ended 31 July 2016

Trustees' responsibilities in relation to the financial statements of Ionad Chaluim Chile Ile

The charity trustees (who are also the directors of Ionad Chaluim Chile Ile for the purposes of company law) are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group for that period. In preparing the 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 charity will continue in business.


The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and the group and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

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

Approved by the trustees on 24 April 2017 and signed on their behalf by:

Name: Catherine Johnston


24/4/17

IONAD CHALUIM CHILLE ILE
(A company limited by guarantee)

INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS OF IONAD CHALUIM
CHILLE ILE FOR THE YEAR ENDED 31 JULY 2016

I report on the accounts of the charity for the year ended 31 July 2016, which are set out on pages 7 to 17.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006.

The charity trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

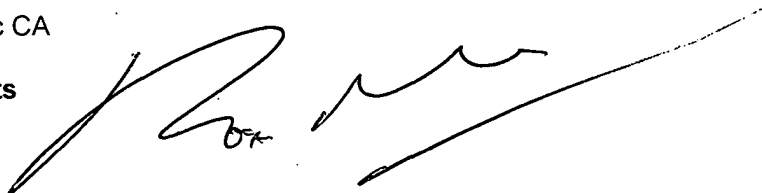
My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

In the course of my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that in any material respects 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 Regulationshave not been met, or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Ross McLauchlan BAcc CA
Wylie & Bisset LLP
Chartered Accountants
168 Bath Street
Glasgow
G2 4TP



Date: 24 April 2017

IONAD CHALUIM CHILLE ILE
(A company limited by guarantee)
STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDING 31 JULY 2016
(Including an Income and Expenditure account)

	Note	Unrestricted Funds 2016 General	Designated 2016 £	Restricted Funds 2016 £	Total Funds 2016 £	Unrestricted Funds 2015 General	Designated 2015 £	Restricted Funds 2015 £	Total Funds 2015 £
Income from:									
Charitable activities	4	132,377	-	-	132,377	145,218	-	-	145,218
Other trading activities	5	32,931	-	-	32,931	34,108	-	-	34,108
Total Income		165,308	-	-	165,308	179,326	-	-	179,326
Expenditure on:									
Charitable activities	7	166,080	31,756	-	197,836	172,897	32,423	-	205,320
Total Expenditure		166,080	31,756	-	197,836	172,897	32,423	-	205,320
Net income/(expenditure)		(772)	(31,756)	-	(32,528)	6,429	(32,423)	-	(25,994)
Transfers between funds		-	-	-	-	-	-	-	-
Net movement in funds		(772)	(31,756)	-	(32,528)	6,429	(32,423)	-	(25,994)
Funds reconciliation									
Total Funds brought forward	14	50,649	1,602,071	-	1,652,720	44,220	1,634,494	-	1,678,714
Total Funds carried forward	14	49,877	1,570,315	-	1,620,192	50,649	1,602,071	-	1,652,720

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

All income and expenditure derive from continuing activities.

IONAD CHALUIM CHILLE ILE
(A company limited by guarantee)

BALANCE SHEET AS AT 31 JULY 2016

	Note	2016 £	2015 £
Fixed assets:			
Tangible assets	10	1,581,882	1,616,496
Current assets:			
Debtors	11	5,828	20,797
Cash at bank and in hand	16	86,166	38,852
Total current assets		<u>91,994</u>	<u>59,649</u>
Liabilities:			
Creditors falling due within one year	12	<u>53,684</u>	<u>23,425</u>
Net current assets		<u>36,690</u>	<u>36,224</u>
Net assets		<u>1,620,192</u>	<u>1,652,720</u>
The funds of the charity:			
Unrestricted funds	14	<u>1,620,192</u>	<u>1,652,720</u>
Total charity funds		<u>1,620,192</u>	<u>1,652,720</u>

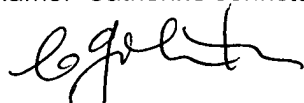
These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to the members of the company.

For the year ended 31 July 2016 the company was entitled to exemption under section 477 of the Companies Act 2006. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements under the requirements of the Companies Act 2006.


The trustees acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

Approved by the trustees on 24 April 2017 and signed on their behalf by:

Name: Catherine Johnston


24/4/17

Name: Hugh Smith

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24/4/17

COMPANY NUMBER SC209046

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IONAD CHALUIM CHILLE ILE
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDING 31 JULY 2016

	Note	Total Funds 2016 £	Prior Year 2015 £
<i>Cash flows from operating activities:</i>			
Net cash provided by/(used in) operating activities	15	<u>47,314</u>	<u>(17,573)</u>
Change in cash and cash equivalents in the year		47,314	(17,573)
Cash and cash equivalents brought forward	16	38,852	56,425
Cash and cash equivalents carried forward	16	<u>86,166</u>	<u>38,852</u>

IONAD CHALUIM CHILLE ILE
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NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2016

1. Accounting Policies

(a) Basis of preparation and assessment of going concern

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

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

The charity constitutes a public benefit entity as defined by FRS 102.

The trustees consider that there are no material uncertainties about the Company's ability to continue as a going concern.

(b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP (FRS 102) a restatement of comparative items was needed. No restatements were required.

(c) Funds structure

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

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

Further details of each fund are disclosed in note 14.

(d) Income recognition

Income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donations, are recognised when the Company has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon notification by our investment advisor of the dividend yield of the investment portfolio.

IONAD CHALUIM CHILLE ILE
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NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2016

1. Accounting Policies (continued)

Income from government and other grants, whether 'capital' or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the provision of a specified service is deferred until the criteria for income recognition are met (see note 13).

(e) Expenditure recognition

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 settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings. For more information on this attribution refer to note 7.

Expenditure on charitable activities includes staff costs, property costs, travel & expenses, telephone & postage, professional fees, equipment costs, advertising, sundries, depreciation and other activities undertaken to further the purposes of the charity and their associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure is incurred.

(f) Donated services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general time of volunteers is not recognised, but refer to the trustees' annual report for more information about their contribution.

(g) Allocation of support and governance costs

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

Governance costs and support costs relating to charitable activities have been apportioned based on the number of individual grant awards made in recognition that the administrative costs of awarding, monitoring and assessing research grants, salary support grants and postgraduate scholarships are broadly equivalent. The allocation of support and governance costs is analysed in note 6.

IONAD CHALUIM CHILLE ILE
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NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2016

1. Accounting Policies (continued)

(h) Tangible fixed assets and depreciation

All assets costing more than £500 are capitalised and valued at historical cost. Depreciation is charged as follows:

	Basis
Property	2% - reducing balance
Fixtures, fittings & equipment	10% - reducing balance
Library books	5% - reducing balance
Video conference equipment	25% - reducing balance

(i) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

(j) 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.

(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) Pensions

The company operates a defined contribution scheme for the benefit of its employees. The assets of the scheme are administered by Trustees in a fund independent from those of the company.

The pension costs charged against profits represent the amount of employer's contributions payable to the scheme in respect of the accounting period.

(m) 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 with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

(o) Taxation

Ionad Chaluim Chille Ile is a charity within the meaning of Section 467 of the Corporation Tax Act 2010. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 of Part 11 of the Corporation Tax Act 2010 and section 256 of the Taxation of Charitable Gains Act 1992 to the extent that such income or gains are applied for charitable purposes only.

IONAD CHALUIM CHILLE ILE
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NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2016

2. Legal status of the Trust

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

3. Related party transactions and trustees' expenses and remuneration

The trustees all give freely their time and expertise without any form of remuneration or other benefit in cash or kind (2015: £nil).

Expenses paid to the trustees in the year totalled £561 (2015: £753). These expenses were made up of one trustee reimbursed for their travel expenses.

During the year no trustee had any personal interest in any contract or transaction entered into by the charity (2015: none).

4. Income from charitable activities

	2016	2015
	£	£
Training and education	132,377	145,218
	<u>132,377</u>	<u>145,218</u>

5. Income from other trading activities

	2016	2015
	£	£
Other income	32,931	34,108
	<u>32,931</u>	<u>34,108</u>

6. Allocation of governance costs

Governance costs:	2016	2015
	£	£
Independent examiner's fee	1,800	1,620
	<u>1,800</u>	<u>1,620</u>

Allocation of governance costs	Governance	2016	2015
		£	£
Training and education	1,800	1,800	1,620
Total allocated	<u>1,800</u>	<u>1,800</u>	<u>1,620</u>

IONAD CHALUIM CHILLE ILE
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NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2016

7. Analysis of expenditure on charitable activities

	Training and education	2016	2015
	£	£	
Staff costs	103,200	103,200	111,640
Property costs	32,534	32,534	30,159
Travel & expenses	4,713	4,713	5,611
Professional fees	13,536	13,536	12,982
Telephone & postage	2,110	2,110	2,284
Equipment costs	1,471	1,471	2,341
Advertising	866	866	634
Sundries	2,992	2,992	2,540
Depreciation	34,614	34,614	35,509
Governance costs (note 6)	1,800	1,800	1,620
	<u>197,836</u>	<u>197,836</u>	<u>205,320</u>

8. Analysis of staff costs and remuneration of key management personnel

	2016	2015
	£	£
Salaries and wages	98,199	104,765
Social security costs	5,001	6,875
Total staff costs and employee benefits	<u>103,200</u>	<u>111,640</u>

No employees had employee benefits in excess of £60,000 (2015: Nil).

	2016	2015
	No.	No.
The average weekly number of persons, by headcount, employed by the charity during the year was:	8	9

	2016	2015
	£	£
Key management personnel remuneration	<u>42,216</u>	<u>42,234</u>

9. Net income/(expenditure) for the year

This is stated after charging:	2016	2015
	£	£
Depreciation	34,614	35,509
Independent examiner's fees	<u>2,540</u>	<u>1,620</u>

IONAD CHALUIM CHILLE ILE
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NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2016

10. Tangible Fixed Assets

	Freehold Property £	Furnishings & Fittings £	Library Books £	Total £
Cost				
At 1 August 2015 & 31 July 2016	2,059,617	84,334	2,107	2,146,058
Depreciation				
At 1 August 2015	471,827	56,717	1,018	529,562
Charge for the year	31,756	2,804	54	34,614
At 31 July 2016	503,583	59,521	1,072	564,176
Net book value				
At 31 July 2015	1,587,790	27,617	1,089	1,616,496
At 31 July 2016	1,556,034	24,813	1,035	1,581,882

11. Debtors

	2016 £	2015 £
Trade debtors	2,458	9,010
Other debtors	3,370	11,787
	<u>5,828</u>	<u>20,797</u>

12. Creditors: amounts falling due within one year

	2016 £	2015 £
Trade creditors	3,285	2,473
Accrued expenses	16,980	10,896
Other creditors	1,438	2,408
Deferred income (Note 13)	31,981	7,648
	<u>53,684</u>	<u>23,425</u>

13. Deferred income

	£
Balance as at 1 August 2015	7,648
Amount released to income earned from charitable activities	(7,648)
Amount deferred in year	31,981
Balance as at 31 July 2016	<u>31,981</u>

Deferred income comprises BNaG Funding received for August and September 2016.

IONAD CHALUIM CHILLE ILE
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NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2016

14. Analysis of charitable funds

Analysis of Fund movements	Balance b/fwd £	Income £	Expenditure £	Transfers £	Fund c/fwd £
Unrestricted funds					
Property	1,587,790	-	31,756	-	1,556,034
Gaelic Language Development	14,281	-	-	-	14,281
Total designated funds	1,602,071	-	31,756	-	1,570,315
General funds	50,649	165,308	166,080	-	49,877
TOTAL FUNDS	1,652,720	165,308	197,836	-	1,620,192

The unrestricted funds are available to be spent for any of the purposes of the charity.

The Trustees have created the following designated funds:

Property – represents the property held at Gartnatra, Bowmore, Isle of Islay which was conveyed at £nil consideration to the charity by Argyll and Bute Council on 20 March 2001. The value in the balance sheet represents monies expended in converting the property into the current educational establishment. Under the terms of the agreement with Argyll and Bute Council, in the event that the property is no longer used as an educational establishment, the charity will first offer to dispense the property back to Argyll and Bute Council for no consideration.

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

Gaelic Language Development - represents money raised by the charity from a dinner dance held in November 2011, which has been designated for this purpose.

15. Reconciliation of net income/(expenditure) to net cash flow from operating activities

	2016 £	2015 £
Net (expenditure) for the year (as per the Statement of Financial Activities)	(32,528)	(25,994)
Adjustments for:		
Depreciation charges	34,614	35,509
Decrease in debtors	14,969	1,171
Increase/(decrease) in creditors	30,259	(28,259)
Net cash provided by/(used in) operating activities	47,314	(17,573)

IONAD CHALUIM CHILLE ILE
(A company limited by guarantee)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2016

16. Analysis of cash and cash equivalents

	2016	2015
	£	£
Cash in hand	86,166	38,852
Total cash and cash equivalents	86,166	38,852