

COMPANY REGISTRATION NUMBER: SC209046  
CHARITY REGISTRATION NUMBER: SC030322

**Ionad Chaluim Chille Ile**  
**Company Limited by Guarantee**  
**Unaudited Financial Statements**  
**31 July 2021**



**R A CLEMENT ASSOCIATES CHARTERED ACCOUNTANTS**

Chartered accountants  
5 Argyll Square  
Oban  
Argyll  
PA34 4AZ

**Ionad Chaluim Chille Ile**  
**Company Limited by Guarantee**  
**Financial Statements**  
**Year ended 31 July 2021**

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# **Ionad Chaluim Chille Ile**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report)**

**Year ended 31 July 2021**

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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 July 2021.

#### **Chair's report**

##### **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.

#### **Reference and administrative details**

**Registered charity name** Ionad Chaluim Chille Ile

**Charity registration number** SC030322

**Company registration number** SC209046

**Principal office and registered office** Islay Gaelic Centre  
Gartnatra  
Ionad Chaluim Chille Ile  
Bowmore  
Isle Of Islay  
PA43 7LN  
Argyll

#### **The trustees**

R A Currie  
Dr D O Dennis  
C Johnston  
Dr D Munro  
Professor N P Simco  
Dr G Munro

**Patron** Brian Wilson

**Company secretary** Neil Iain Woodrow

**Independent examiner** Fiona McGlynn C.A. R A Clement Associates Chartered  
Accountants  
5 Argyll Square  
Oban  
Argyll  
PA34 4AZ

# **Ionad Chaluim Chille Ile**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 July 2021**

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#### **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 has, in the past, delivered 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.

##### **Organisational Structure**

Ionad Chaluim Chille Ile (hereinafter referred to as the "Gaelic Centre") is run by a voluntary Board of Directors which meets quarterly or on such occasions as are deemed necessary. Islay based members also meet in between meetings of the full Board, as and when necessary, to deal with operational matters. The Chair also has regular review meetings with the Centre Manager and, less frequently, with other staff members.

The Board of Directors is chaired by Catherine Johnston. The Vice Chair is Dorothy Dennis. 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.

During this period the Gaelic Centre employs two full time and four part-time staff, with three additional members being 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 Gaelic Centre Manager. Trustees are not remunerated. The Board annually reviews the remuneration package of the Gaelic Centre Manager. Where possible, job roles and remuneration are externally benchmarked against similar organisations.

# **Ionad Chaluim Chille Ile**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 July 2021**

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#### **Objectives and activities**

**In terms of Clause 3 of the Gaelic Centre's Memo and Articles its principal objectives are :-**

1 ) To advance education and in particular with regard to the Gaelic language and Gaelic heritage, culture, arts, crafts and music.

2 ) To promote, establish, operate and / or support other schemes of a charitable nature for the benefit of the residents of Islay and neighbouring areas.

This is achieved through the operation of a Gaelic Education, Community and Heritage 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 together with regular exhibitions, conferences and a genealogy research facility. During the Covid period the Centre has developed a robust distance learning programme for Gaelic tuition.

Unfortunately, Covid interrupted activities in the Centre again. Staff were able to move back into the Centre in September but, in compliance with Scottish Government Guidelines had to work from home from the beginning of January until after the end of the financial year. Again all activities which could be moved online were done so.

#### **Strategic report**

The following sections for achievements and performance and financial review form the strategic report of the charity.

#### **Achievements and performance**

The principal activities of Ionad Chaluim Chille Ile (ICCI) in pursuance of its charitable objects in the year 2020-21 were as follows:-

##### **a. Education**

During this period Gaelic classes and other activities remained online, with the following being delivered :-

Primary School Gaelic tuition for the Language 1+ 2 programme, provision of An Cùrsa Inntigridh, five different levels of Gaelic classes for adults, three Gaelic conversation groups four different levels of " Gaelic in the Workplace " tuition for staff in two local authorities and Gaelic song courses. This entailed approx. 109 people receiving regular, progressive tuition, or the opportunity to use Gaelic over the course of the year.

##### **b. Culture and Language**

Due to the limited time staff were able to be in the Centre our activities were severely curtailed. We were able to deliver a joint online project with Tobar an Dualchais to promote Gaelic in Islay.

# **Ionad Chaluim Chille Ile**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

#### **Year ended 31 July 2021**

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##### **Achievements and performance *(continued)***

###### **c. Commercial Activities**

- Room Rental.

Because of Covid restrictions revenue from Room rental was diminished.

- Cafaidh Blasta and Am Bùth Beag/Gaelic Centre Café and Shop

The café is franchised to a local business person and continued to be open when allowed by Covid regulation. Revenue from the shop was again diminished.

###### **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 the Gaelic Centre. Fortunately plans for an online delivery programme were well advanced prior to lockdown.

###### **Financial review**

Core funding from Bòrd na Gàidhlig remained static for the financial year 2020-21. Due to Covid grants the Gaelic Centre 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.

###### **a. Principal Funding Sources**

The main funder of the Gaelic Centre remains Bòrd na Gàidhlig which has a three year contract with the Gaelic Centre to deliver Gaelic classes and activities. In addition the Gaelic Centre continues to obtain yearly contracts from Argyll and Bute Council to deliver Gaelic classes and other tuition. It also continued a contract to deliver Gaelic classes for North Lanarkshire Council. In this financial year the Gaelic Centre was also able to obtain funding from the Scottish Government to develop its heritage programme and was also able to generate income through delivery of Gaelic classes and its commercial activities.

###### **b. Reserves policy**

It is the intention of the Gaelic Centre to build up reserves sufficient to cover six months' charitable expenditure. At current levels of expenditure this would equate to approx. £93,000. The Gaelic Centre currently has free reserves of £91,560 of that target, of which £70,666 is liquid working capital, representing only 76% of that target.

## **Ionad Chaluim Chille Ile**

### **Company Limited by Guarantee**

#### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 July 2021**

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##### **Plans for future periods**

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

- a. Increased provision and uptake of courses, including introduction of approved FE courses
- b. Increased community involvement and activities
- c. Increased services to the Council and other clients
- d. Developing the Gaelic Centre as a Heritage Hub
- e. Developing the facilities at the Gaelic Centre
- f. Identification of new business opportunities
- g. Development of links with Ireland

The trustees' annual report and the strategic report were approved on 27/6/22 and signed on behalf of the board of trustees by:



C Johnston  
Trustee

# **Ionad Chaluim Chille Ile**

## **Company Limited by Guarantee**

### **Independent Examiner's Report to the Trustees of Ionad Chaluim Chille Ile**

**Year ended 31 July 2021**

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I report to the trustees on my examination of the financial statements of Ionad Chaluim Chille Ile ('the charity') for the year ended 31 July 2021.

#### **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).



# **Ionad Chaluim Chille Ile**


**Company Limited by Guarantee**

## **Independent Examiner's Report to the Trustees of Ionad Chaluim Chille Ile** *(continued)*

**Year ended 31 July 2021**

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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.

  
Fiona McGlynn C.A.  
R A Clement Associates  
Chartered Accountants  
Independent Examiner

27/6/22

5 Argyll Square  
Oban  
Argyll  
PA34 4AZ

# Ionad Chaluim Chille Ile

## Company Limited by Guarantee

### Statement of Financial Activities (including income and expenditure account)

Year ended 31 July 2021

		2021			2020
	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
<b>Income and endowments</b>					
Donations and legacies	5	38,296	74,766	—	113,062
Charitable activities	6	111,969	3,950	—	115,919
Other income	7	6,697	—	—	6,697
<b>Total income</b>		<u>156,962</u>	<u>78,716</u>	<u>—</u>	<u>235,678</u>
<b>Expenditure</b>					
Expenditure on charitable activities	8,9	136,817	20,181	29,888	186,886
<b>Total expenditure</b>		<u>136,817</u>	<u>20,181</u>	<u>29,888</u>	<u>191,812</u>
<b>Net income/(expenditure) and net movement in funds</b>		<u>20,145</u>	<u>58,535</u>	<u>(29,888)</u>	<u>48,792</u>
<b>Reconciliation of funds</b>					
Total funds brought forward		71,415	107,475	1,449,146	1,628,036
<b>Total funds carried forward</b>		<u>91,560</u>	<u>166,010</u>	<u>1,419,258</u>	<u>1,628,036</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 11 to 24 form part of these financial statements.

**Ionad Chaluim Chille Ile**  
**Company Limited by Guarantee**  
**Statement of Financial Position**  
**31 July 2021**

	Note	2021 £	2020 £
<b>Fixed assets</b>			
Tangible fixed assets	14	1,525,341	1,550,352
<b>Current assets</b>			
Debtors	15	17,745	14,869
Cash at bank and in hand		139,634	73,050
		<u>157,379</u>	<u>87,919</u>
<b>Creditors: amounts falling due within one year</b>	16	5,892	10,235
<b>Net current assets</b>		<u>151,487</u>	<u>77,684</u>
<b>Total assets less current liabilities</b>		<u>1,676,828</u>	<u>1,628,036</u>
<b>Net assets</b>		<u>1,676,828</u>	<u>1,628,036</u>
<b>Funds of the charity</b>			
Endowment funds		1,419,258	1,449,146
Restricted funds		166,010	107,475
Unrestricted funds		<u>91,560</u>	<u>71,415</u>
<b>Total charity funds</b>	18	<u>1,676,828</u>	<u>1,628,036</u>

For the year ending 31 July 2021 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 11 to 24 form part of these financial statements.

# **Ionad Chaluim Chille Ile**

## **Company Limited by Guarantee**

### **Statement of Financial Position** *(continued)*

**31 July 2021**

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These financial statements were approved by the board of trustees and authorised for issue on 27/6/22....., and are signed on behalf of the board by:



C Johnston  
Trustee

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The notes on pages 11 to 24 form part of these financial statements.

# **Ionad Chaluim Chille Ile**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements**

**Year ended 31 July 2021**

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#### **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 Islay Gaelic Centre, Gartnatra, Ionad Chaluim Chille Ile, Bowmore, Isle Of Islay, PA43 7LN, Argyll.

#### **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, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **Going concern**

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

##### **Disclosure exemptions**

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102:

- (a) No cash flow statement has been presented for the company.
- (b) Disclosures in respect of financial instruments have not been presented.

##### **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.

# **Ionad Chaluim Chille Ile**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements *(continued)***

**Year ended 31 July 2021**

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#### **3. Accounting policies *(continued)***

##### **Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

##### **Income**

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

# **Ionad Chaluim Chille Ile**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements *(continued)***

**Year ended 31 July 2021**

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#### **3. Accounting policies *(continued)***

##### **Expenditure**

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

##### **Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

##### **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:

Freehold property	-	Reducing balance over fifty years
Early Years' Room	-	2% straight line
Fixtures and fittings	-	10% / 25% Reducing balance
Library books	-	5% reducing balance

# **Ionad Chaluim Chille Ile**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements *(continued)***

**Year ended 31 July 2021**

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#### **3. Accounting policies *(continued)***

##### **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.

##### **Financial instruments**

A financial asset or a financial liability is recognised only when the charity 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.

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.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

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 the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

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.



# Ionad Chaluim Chille Ile

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

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#### 3. Accounting policies *(continued)*

##### Financial instruments *(continued)*

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.

##### Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

#### 4. Limited by guarantee

The charity is a registered Scottish Charity and is a company limited by guarantee. The liability of each member in the event of a winding up is limited to £1.

#### 5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
<b>Grants</b>			
Argyll & Bute Covid funding	25,000	–	25,000
SID Covid Grant	1,980	–	1,980
Scottish Government	–	23,200	23,200
Co-op Grant	–	7,019	7,019
Inspire Alba	1,500	–	1,500
Adapt & Thrive	–	35,052	35,052
Job Retention Scheme Grant	9,100	–	9,100
Kickstart Grant	716	–	716
Scottish Government - computer grant	–	9,495	9,495
	<u>38,296</u>	<u>74,766</u>	<u>113,062</u>

# Ionad Chaluim Chille Ile

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

#### 5. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
<b>Grants</b>			
Argyll & Bute Covid funding	25,000	—	25,000
SID Covid Grant	1,840	—	1,840
Scottish Government	—	7,300	7,300
Co-op Grant	—	2,098	2,098
Inspire Alba	—	—	—
Adapt & Thrive	—	—	—
Job Retention Scheme Grant	—	—	—
Kickstart Grant	—	—	—
Scottish Government - computer grant	—	—	—
	<u>26,840</u>	<u>9,398</u>	<u>36,238</u>

#### 6. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Bord Na Gaidhlig	104,960	—	104,960
Bord Na Gaidhlig B.Frois/ TFC	3,460	3,950	7,410
GLAIF - Clasaichean	—	—	—
Islay Students	3,519	—	3,519
Other educational activities	—	—	—
Shop/exhibitions	—	—	—
Other activities	30	—	30
	<u>111,969</u>	<u>3,950</u>	<u>115,919</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Bord Na Gaidhlig	103,987	—	103,987
Bord Na Gaidhlig B.Frois/ TFC	5,500	1,026	6,526
GLAIF - Clasaichean	7,500	—	7,500
Islay Students	6,720	—	6,720
Other educational activities	165	—	165
Shop/exhibitions	2,491	—	2,491
Other activities	99	—	99
	<u>126,462</u>	<u>1,026</u>	<u>127,488</u>

# Ionad Chaluim Chille Ile

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

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#### 7. Other income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Fundraising events	—	—	374	374
Letting and licensing	6,697	6,697	17,322	17,322
	<u>6,697</u>	<u>6,697</u>	<u>17,696</u>	<u>17,696</u>

#### 8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2021 £
Islay Gaelic Centre	134,072	20,181	29,888	184,141
Support costs	2,745	—	—	2,745
	<u>136,817</u>	<u>20,181</u>	<u>29,888</u>	<u>186,886</u>

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2020 £
Islay Gaelic Centre	139,116	20,808	29,888	189,812
Support costs	2,000	—	—	2,000
	<u>141,116</u>	<u>20,808</u>	<u>29,888</u>	<u>191,812</u>

# Ionad Chaluim Chille Ile

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

#### 9. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2021	Total fund 2020
	£	£	£	£
Islay Gaelic Centre	184,141	–	184,141	189,812
Governance costs	–	2,745	2,745	2,000
	<u>184,141</u>	<u>2,745</u>	<u>186,886</u>	<u>191,812</u>
			2021	2020
			£	£
Purchases			–	1,206
Staff costs			112,695	94,679
Premises costs			27,448	31,090
Legal and professional fees			806	10,569
Office costs			1,417	1,622
Depreciation			35,231	34,531
Other staff costs			75	322
Equipment leasing			562	562
Professional management fee			2,562	3,619
Advertising			30	987
Other project costs			3,315	10,625
			<u>184,141</u>	<u>189,812</u>

#### 10. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation of tangible fixed assets	<u>35,231</u>	<u>34,531</u>

#### 11. Independent examination fees

	2021	2020
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>2,745</u>	<u>2,000</u>

#### 12. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021	2020
	£	£
Wages and salaries	106,598	88,038
Social security costs	3,267	4,274
Employer contributions to pension plans	2,830	2,367
	<u>112,695</u>	<u>94,679</u>

# Ionad Chaluim Chille Ile

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 31 July 2021

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#### 12. Staff costs *(continued)*

The average head count of employees during the year was 8 (2020: 6). The average number of full-time equivalent employees during the year is analysed as follows:

	2021 No.	2020 No.
Full time	2	2
Part time	6	4
	<u>8</u>	<u>6</u>

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

#### Key Management Personnel

The total employment costs of key management personnel of the charity, being the trustees and centre manager, consists of gross salaries, employers national insurance and pension contributions, and was a total of £38,845 (2020: £35,171).

#### 13. Trustee remuneration and expenses

The charity trustees, who are the directors of the company, were not paid and did not receive any remuneration or benefits in kind in their capacity as trustee during the year. No trustee received payment for professional or other services supplied to the charity.

A total of £Nil was reimbursed (2020: £471) to one trustee in respect of travel costs for Board meetings and travel on charity related business.

#### 14. Tangible fixed assets

	Freehold property £	Early Years' Room £	Fixtures and fittings £	Library books £	Total £
<b>Cost</b>					
At 1 Aug 2020	2,059,617	93,644	93,609	2,696	2,249,566
Additions	—	—	10,220	—	10,220
<b>At 31 Jul 2021</b>	<u>2,059,617</u>	<u>93,644</u>	<u>103,829</u>	<u>2,696</u>	<u>2,259,786</u>
<b>Depreciation</b>					
At 1 Aug 2020	624,978	3,708	69,232	1,296	699,214
Charge for the year	29,888	1,799	3,474	70	35,231
<b>At 31 Jul 2021</b>	<u>654,866</u>	<u>5,507</u>	<u>72,706</u>	<u>1,366</u>	<u>734,445</u>
<b>Carrying amount</b>					
<b>At 31 Jul 2021</b>	<u>1,404,751</u>	<u>88,137</u>	<u>31,123</u>	<u>1,330</u>	<u>1,525,341</u>
At 31 Jul 2020	<u>1,434,639</u>	<u>89,936</u>	<u>24,377</u>	<u>1,400</u>	<u>1,550,352</u>

# Ionad Chaluim Chille Ile

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

#### 15. Debtors

	2021	2020
	£	£
Trade debtors	4,321	5,022
Prepayments and accrued income	2,510	–
Other debtors	10,914	9,847
	<u>17,745</u>	<u>14,869</u>

#### 16. Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	938	4,474
Accruals and deferred income	2,200	4,895
Social security and other taxes	2,006	866
Other creditors - Pension	748	–
	<u>5,892</u>	<u>10,235</u>

#### 17. Pensions and other post retirement benefits

##### Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £2,830 (2020: £2,367).

#### 18. Analysis of charitable funds

##### Unrestricted funds

	At 1 Aug 2020 £	Income £	Expenditure £	Transfers £	At 31 Jul 2021 £
General funds	<u>71,415</u>	<u>156,962</u>	<u>(136,817)</u>	<u>–</u>	<u>91,560</u>

	At 1 Aug 2019 £	Income £	Expenditure £	Transfers £	At 31 Jul 2020 £
General funds	<u>42,765</u>	<u>170,998</u>	<u>(141,116)</u>	<u>(1,232)</u>	<u>71,415</u>

# Ionad Chaluim Chille Ile

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 July 2021

#### 18. Analysis of charitable funds *(continued)*

##### Restricted funds

	At 1 Aug 2020 £	Income £	Expenditure £	Transfers £	At 31 Jul 2021 £
Early Years' Room project	93,292	—	(1,799)	—	91,493
Scottish Government	6,654	—	(665)	—	5,989
Bord Na Gaidhlig - Training	—	—	—	—	—
Co-op Funding	2,098	7,019	—	(5,327)	3,790
Bord Na Gaidhlig - Consultancy	5,431	—	(806)	—	4,625
Scottish Government - Revenue	—	32,695	(11,788)	(4,194)	16,713
Bord Na Gaidhlig - Gaelic projects	—	3,950	—	—	3,950
Scottish Government - Computers - Capital	—	—	(419)	4,194	3,775
Coop - Soft Play equipment - Capital	—	—	(532)	5,327	4,795
Adapt & Thrive	—	35,052	(4,172)	—	30,880
	<u>107,475</u>	<u>78,716</u>	<u>(20,181)</u>	<u>—</u>	<u>166,010</u>

	At 1 Aug 2019 £	Income £	Expenditure £	Transfers £	At 31 Jul 2020 £
Early Years' Room project	95,127	—	(1,835)	—	93,292
Scottish Government	—	—	(739)	7,393	6,654
Bord Na Gaidhlig - Training	5,500	1,026	(6,526)	—	—
Co-op Funding	—	2,098	—	—	2,098
Bord Na Gaidhlig - Consultancy	16,000	—	(10,569)	—	5,431
Scottish Government - Revenue	—	7,300	(1,139)	(6,161)	—
Bord Na Gaidhlig - Gaelic projects	—	—	—	—	—
Scottish Government - Computers - Capital	—	—	—	—	—
Coop - Soft Play equipment - Capital	—	—	—	—	—
Adapt & Thrive	—	—	—	—	—
	<u>116,627</u>	<u>10,424</u>	<u>(20,808)</u>	<u>1,232</u>	<u>107,475</u>

# **Ionad Chaluim Chille Ile**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements *(continued)***

#### **Year ended 31 July 2021**

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#### **18. Analysis of charitable funds *(continued)***

##### **Early Years' Room project**

£97,000 was received in 2018 from the Scottish Government for an Early Years' room project. Total costs of the project were £93,644. The equipment is being depreciated over its expected useful life.

##### **Bord Na Gaidhlig - Training**

£15,200 was received from Bord Na Gaidhlig in 2018 for Training costs £9,700 was expended in 2019. A further amount was received in 2020 with the balance now fully expended.

##### **Co-op Funding**

During the prior year funds were received partly for Covid recovery and towards a soft play project additional funding of £7,019 was received in the year £5,327 was expended on Soft Play equipment during the year, with the balance carried forward to contribute to charitable activities. The softplay equipment is being depreciated over its expected useful life.

##### **Bord Na Gaidhlig - Consultancy**

£16,000 was received from Bord Na Gaidhlig in 2019 for Consultancy costs, £10,569 was expended during 2020; the balance was carried forward with £805 being expended in the current year.

##### **Scottish Government**

A grant was received in the prior year towards the costs of an interactive display PC and the cost of an administrator. The balance of costs was met by transfer from unrestricted funds.

A grant of £9,495 was received in the current year for the purchase of computers £4,194 was spent with the balance of £5,301 being carried forward for delivery of Gaelic classes. The computers are being depreciated over their expected useful life.

An additional grant was received from The Scottish Government for sum of £ 23,200 for Gaelic Development £11,788 was expended in the year with a balance of £11,412 carried forward.

##### **Adapt & Thrive**

A grant of £35,052 was received in the year for business development, £4,172 was expended in the year with the balance of £30,880 carried forward for future expenditure.

##### **Bord Na Gaidhlig - Gaelic projects**

Grants of £3,950 were received in the year and carried forward for expenditure on future projects.



# Ionad Chaluim Chille Ile

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 31 July 2021

#### 18. Analysis of charitable funds *(continued)*

##### Endowment funds

	At 1 Aug 2020 £	Income £	Expenditure £	Transfers £	At 31 Jul 2021 £
Property	1,434,639	–	(29,888)	–	1,404,751
Gaelic Language Development	14,281	–	–	–	14,281
Maintenance reserve	226	–	–	–	226
	<u>1,449,146</u>	<u>–</u>	<u>(29,888)</u>	<u>–</u>	<u>1,419,258</u>

	At 1 Aug 2019 £	Income £	Expenditure £	Transfers £	At 31 Jul 2020 £
Property	1,464,527	–	(29,888)	–	1,434,639
Gaelic Language Development	14,281	–	–	–	14,281
Maintenance reserve	226	–	–	–	226
	<u>1,479,034</u>	<u>–</u>	<u>(29,888)</u>	<u>–</u>	<u>1,449,146</u>

##### Property

The designated property fund represents the property held at Gartnatra, Bowmore, Isle of Islay which was conveyed at £nil consideration to the charity by Argyll & Bute Council in 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 & Bute Council, in the event that the property is no longer used as an educational establishment, the charity will first offer to dispose the property back to Argyll & Bute Council for no consideration.

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

##### Gaelic Language Development

The language development fund represents money raised by the charity from a dinner dance held in November 2011, which has been set aside for this purpose.

# Ionad Chaluim Chille Ile

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 31 July 2021

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#### 19. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2021 £
Tangible fixed assets	17,894	102,696	1,404,751	1,525,341
Current assets	79,558	63,314	14,507	157,379
Creditors less than 1 year	(5,892)	—	—	(5,892)
<b>Net assets</b>	<b>91,560</b>	<b>166,010</b>	<b>1,419,258</b>	<b>1,676,828</b>

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2020 £
Tangible fixed assets	19,123	96,590	1,434,639	1,550,352
Current assets	62,527	10,885	14,507	87,919
Creditors less than 1 year	(10,235)	—	—	(10,235)
<b>Net assets</b>	<b>71,415</b>	<b>107,475</b>	<b>1,449,146</b>	<b>1,628,036</b>

#### 20. Post balance sheet events

The Directors have reviewed both the financial and business risks that the current COVID crisis presents for the charity and are satisfied that all threats have been adequately identified as far as reasonably possible. As at the date the accounts were signed, there are no going concern indications and the Directors are confident that the charity has sufficient resources to emerge from the COVID hibernation period to continue providing services in accordance with any applicable restrictions.