

COMPANY REGISTRATION NUMBER: SC209046
CHARITY REGISTRATION NUMBER: SC030322

Ionad Chaluim Chille Ile
Company Limited by Guarantee
Unaudited Financial Statements
31 July 2023



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 2023

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Ionad Chaluim Chille Ile

Company Limited by Guarantee

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

Year ended 31 July 2023

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 2023.

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

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 Angus MacGillivray F.C.C.A. R A Clement Associates Chartered
Accountants
5 Argyll Square
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Argyll
PA34 4AZ

Ionad Chaluim Chille Ile

Company Limited by Guarantee

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

Year ended 31 July 2023

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.

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Company Limited by Guarantee

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

Year ended 31 July 2023

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 2022-23 were as follows:-

a. Education

During this period we delivered :-

- Primary School Gaelic tuition for the Language 1+ 2 programme
- Provision of An Cùrsa Inntigridh
- Gaelic classes for adults at all 4 levels of the CEFR - Common European Framework of Reference for Languages
- Gaelic conversation groups for different abilities
- Two weekly Early Years Gaelic sessions during term time

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

Year ended 31 July 2023

Achievements and performance *(continued)*

We had previously delivered " Gaelic in the Workplace " tuition for staff in Argyll and Bute Council but these classes were discontinued by the Council for this year. We were, however, commissioned to deliver three Beginners' classes of Speak Gaelic by Highland Health Board.

In this year 106 people received regular, progressive tuition, or the opportunity to use Gaelic over the course of the year. In addition we were able to deliver individual Gaelic workshops to another 239 people, making a total of 345 people.

b. Culture and Language

With the threat from Covid diminishing we were able to increase the number of activities offered in the Centre. In particular, we delivered

- Seachdain na Gàidhlig - participation in a national week of celebrating Gaelic throughout Scotland.
- Cultural Tourism - Workshops on Gaelic language and heritage with groups of tourists.
- Whisky Tasting and Gaelic Quiz - a very special whisky tasting featuring a Gaelic Quiz.
- Gaelic whisky tasting sessions
- A look at Illicit Stillings with Gaelic workshop

We also hosted a consultation by the Scottish Government on their new Gaelic and Scots Language Bill which allowed local community members to come into the Centre to give their views on Gaelic in Islay.

c. Commercial Activities

The following are ways in which we raised money

- Teaching Gaelic and encouraging its use in the Centre and the community
- Staff fundraising
- Art exhibitions and heritage activities
- Conference facilities and Room rental
- Shop - Am Bùth Beag
- In June 2023 we took over the running of Cafaidh Blasta in the Centre

These activities had a major beneficial effect on our income.

Ionad Chaluim Chille Ile

Company Limited by Guarantee

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

Year ended 31 July 2023

Achievements and performance *(continued)*

Strategy and Business Planning

As part of exploring the maximum commercial use of the Centre we started work to convert our former Library / Heritage Room into two separate rooms.

One is now a projector room with projectors showing immersive films onto three walls. These films give us an opportunity to promote Gaelic in an immersive area.

The second room is becoming an Exhibition area telling the story of Gaelic in Islay and further afield. In the middle of the room there will be a large-scale interactive map of Islay. Visitors will click onto the parts of the island in which they have an interest using an iPad and will receive information, in Gaelic followed by English.

It is hoped that this will greatly increase the footfall of the Centre and contribute to our financial wellbeing.

Financial review

After Covid finances became much more difficult. We are fortunate in having support from both Bòrd na Gàidhlig and the Scottish Government. In addition, Centre staff use the building very effectively to bring in earned income and have been topping up this income with a variety of fundraising measures.

a. Principal Funding Sources

The main funder of the Gaelic Centre remains Bòrd na Gàidhlig which has a one year contract with the Gaelic Centre to deliver Gaelic classes and activities. The Centre was also fortunate to obtain a contract to deliver Gaelic classes for the Highland Health Board. 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 stated policy 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. £100,000. The Gaelic Centre currently has non restricted reserves of approx. 93% of that target. The Directors are happy to accept this position but wish it noted that these are reserves which must be maintained in terms of the Centre's Reserves Policy and that, allowing for daily fluctuations in the Centre's finances, they are not available for Management to spend on day to day or project expenditure.

Ionad Chaluim Chille Ile

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

Year ended 31 July 2023

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 on26/4/24..... 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 2023

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 2023.

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 the Association of Chartered Certified Accountants 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).

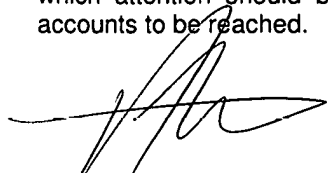
Ionad Chaluim Chille Ile

Company Limited by Guarantee

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

Year ended 31 July 2023

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.



Angus MacGillivray F.C.C.A.
R A Clement Associates
Chartered Accountants
Independent Examiner

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 2023

		2023			2022
	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total funds £
Income and endowments					
Donations and legacies	5	–	308,080	–	308,080
Charitable activities	6	119,041	3,000	–	122,041
Investment income	7	308	–	–	308
Other income	8	68,156	–	–	68,156
Total income		<u>187,505</u>	<u>311,080</u>	<u>–</u>	<u>498,585</u>
Expenditure					
Expenditure on raising funds:					
Costs of raising donations and legacies	9	4,133	–	–	4,133
Expenditure on charitable activities	10,11	189,673	118,638	30,114	338,425
Total expenditure		<u>193,806</u>	<u>118,638</u>	<u>30,114</u>	<u>342,558</u>
Net income/(expenditure)		<u>(6,301)</u>	<u>192,442</u>	<u>(30,114)</u>	<u>156,027</u>
Transfers between funds		3,004	(3,004)	–	–
Net movement in funds		<u>(3,297)</u>	<u>189,438</u>	<u>(30,114)</u>	<u>156,027</u>
Reconciliation of funds					
Total funds brought forward		96,177	152,988	1,389,370	1,638,535
Total funds carried forward		<u>92,880</u>	<u>342,426</u>	<u>1,359,256</u>	<u>1,638,535</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 12 to 28 form part of these financial statements.

Ionad Chaluim Chille Ile
Company Limited by Guarantee
Statement of Financial Position
31 July 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	16	1,499,590	1,501,620
Current assets			
Stocks	17	1,746	100
Debtors	18	20,189	22,920
Cash at bank and in hand		294,354	125,460
		316,289	148,480
Creditors: amounts falling due within one year	19	21,317	11,565
Net current assets		294,972	136,915
Total assets less current liabilities		1,794,562	1,638,535
Net assets		1,794,562	1,638,535
Funds of the charity			
Endowment funds		1,359,256	1,389,370
Restricted funds		342,426	152,988
Unrestricted funds		92,880	96,177
Total charity funds	22	1,794,562	1,638,535

For the year ending 31 July 2023 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 12 to 28 form part of these financial statements.

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Statement of Financial Position *(continued)*

31 July 2023

These financial statements were approved by the board of trustees and authorised for issue on2024....., and are signed on behalf of the board by:



C Johnston
Trustee

The notes on pages 12 to 28 form part of these financial statements.

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 July 2023

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.

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 2023

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 2023

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 2023

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.

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

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.

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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.

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 2023 £
Grants			
Scottish Government	–	86,152	86,152
Job Retention Scheme Grant	–	–	–
Kickstart Grant	–	–	–
Shop front grant	–	–	–
Coast and Waters grant	–	–	–
Immersive Hub	–	221,928	221,928
	–	308,080	308,080

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

5. Donations and legacies *(continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Grants			
Scottish Government	—	25,839	25,839
Job Retention Scheme Grant	1,741	—	1,741
Kickstart Grant	3,582	—	3,582
Shop front grant	—	1,233	1,233
Coast and Waters grant	2,202	—	2,202
Immersive Hub	—	—	—
	<u>7,525</u>	<u>27,072</u>	<u>34,597</u>

6. Charitable activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Bord Na Gaidhlig	109,925	—	109,925
Bord Na Gaidhlig B.Frois/ TFC	—	3,000	3,000
Islay Students	6,920	—	6,920
Shop/exhibitions	1,566	—	1,566
Other activities	630	—	630
	<u>119,041</u>	<u>3,000</u>	<u>122,041</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Bord Na Gaidhlig	101,640	—	101,640
Bord Na Gaidhlig B.Frois/ TFC	—	1,800	1,800
Islay Students	16,024	—	16,024
Shop/exhibitions	430	—	430
Other activities	889	—	889
	<u>118,983</u>	<u>1,800</u>	<u>120,783</u>

7. Investment income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Bank interest receivable	<u>308</u>	<u>308</u>	<u>—</u>	<u>—</u>

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

8. Other income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Fundraising events	14,327	—	14,327
Letting and licensing	29,738	—	29,738
Am Buth Beag	8,047	—	8,047
Project income	—	—	—
Wedding income	—	—	—
Cafaith Blasta	16,044	—	16,044
	<u>68,156</u>	<u>—</u>	<u>68,156</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Fundraising events	—	—	—
Letting and licensing	22,663	—	22,663
Am Buth Beag	3,603	—	3,603
Project income	—	3,000	3,000
Wedding income	889	—	889
Cafaith Blasta	—	—	—
	<u>27,155</u>	<u>3,000</u>	<u>30,155</u>

9. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Costs of raising donations and legacies	<u>4,133</u>	<u>4,133</u>	<u>1,282</u>	<u>1,282</u>

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

10. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2023 £
Islay Gaelic Centre	169,173	118,638	30,114	317,925
Cafaith Blasta	16,240	—	—	16,240
Support costs	4,260	—	—	4,260
	<u>189,673</u>	<u>118,638</u>	<u>30,114</u>	<u>338,425</u>

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2022 £
Islay Gaelic Centre	147,739	41,119	29,888	218,746
Cafaith Blasta	—	—	—	—
Support costs	3,800	—	—	3,800
	<u>151,539</u>	<u>41,119</u>	<u>29,888</u>	<u>222,546</u>

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

11. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2023	Total fund 2022
	£	£	£	£
Islay Gaelic Centre	317,925	–	317,925	218,746
Cafaith Blasta	16,240	–	16,240	–
Governance costs	–	4,260	4,260	3,800
	<u>334,165</u>	<u>4,260</u>	<u>338,425</u>	<u>222,546</u>

Islay Gaelic Centre

	2023	2022
	£	£
Purchases	6,803	1,269
Staff costs	131,151	133,141
Premises costs	107,042	37,128
Office costs	2,379	1,731
Depreciation	36,404	36,582
Equipment leasing	–	562
Professional management fee	–	366
Advertising	320	1,194
Other project costs	33,826	6,773
	<u>317,925</u>	<u>218,746</u>

Cafaith Blasta

	2023	2022
	£	£
Cafaith Blasta - purchases	12,203	–
Cafaith Blasta - repairs & maintenance	3,077	–
Cafaith Blasta - other office costs	960	–
	<u>16,240</u>	<u>–</u>

12. Net income/(expenditure)

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

	2023	2022
	£	£
Depreciation of tangible fixed assets	<u>36,404</u>	<u>36,582</u>

13. Independent examination fees

	2023	2022
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>3,060</u>	<u>3,800</u>

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

14. Staff costs

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

	2023	2022
	£	£
Wages and salaries	124,565	124,804
Social security costs	3,806	5,581
Employer contributions to pension plans	2,780	2,756
	<u>131,151</u>	<u>133,141</u>

The average head count of employees during the year was 9 (2022: 10). The average number of full-time equivalent employees during the year is analysed as follows:

	2023	2022
	No.	No.
Full time	2	2
Part time	7	8
	<u>9</u>	<u>10</u>

No employee received employee benefits of more than £60,000 during the year (2022: 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 £39,163 (2022: £38,845).

15. 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.

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

16. Tangible fixed assets

	Freehold property £	Early Years' Room £	Fixtures and fittings £	Immersive Hub £	Library books £	Total £
Cost						
At 1 Aug 2022	2,059,617	93,644	116,690	–	2,696	2,272,647
Additions	–	–	5,116	29,258	–	34,374
At 31 Jul 2023	<u>2,059,617</u>	<u>93,644</u>	<u>121,806</u>	<u>29,258</u>	<u>2,696</u>	<u>2,307,021</u>
Depreciation						
At 1 Aug 2022	684,754	7,270	77,570	–	1,433	771,027
Charge for the year	29,888	1,727	4,726	–	63	36,404
At 31 Jul 2023	<u>714,642</u>	<u>8,997</u>	<u>82,296</u>	<u>–</u>	<u>1,496</u>	<u>807,431</u>
Carrying amount						
At 31 Jul 2023	<u>1,344,975</u>	<u>84,647</u>	<u>39,510</u>	<u>29,258</u>	<u>1,200</u>	<u>1,499,590</u>
At 31 Jul 2022	<u>1,374,863</u>	<u>86,374</u>	<u>39,120</u>	<u>–</u>	<u>1,263</u>	<u>1,501,620</u>

17. Stocks

	2023 £	2022 £
Finished goods and goods for resale	<u>1,746</u>	<u>100</u>

18. Debtors

	2023 £	2022 £
Trade debtors	7,234	15,003
Prepayments and accrued income	3,000	–
Other debtors	9,955	7,917
	<u>20,189</u>	<u>22,920</u>

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

19. Creditors: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	6,260	2,697
Accruals and deferred income	11,067	4,440
Social security and other taxes	2,537	3,198
Other creditors - Pension	1,453	1,230
	<u>21,317</u>	<u>11,565</u>

20. Deferred income

	2023	2022
	£	£
Amount deferred in year	<u>6,867</u>	<u>—</u>

21. 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 £2,780 (2022: £2,756).

22. Analysis of charitable funds

Unrestricted funds

	At 1 Aug 2022	Income	Expenditure	Transfers	At 31 Jul 2023
	£	£	£	£	£
General funds	<u>96,177</u>	<u>187,505</u>	<u>(193,806)</u>	<u>3,004</u>	<u>92,880</u>

	At 1 Aug 2021	Income	Expenditure	Transfers	At 31 Jul 2022
	£	£	£	£	£
General funds	<u>91,560</u>	<u>153,663</u>	<u>(152,821)</u>	<u>3,775</u>	<u>96,177</u>

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

22. Analysis of charitable funds *(continued)*

Restricted funds

	At 1 Aug 2022	Income	Expenditure	Transfers	At 31 Jul 2023
	£	£	£	£	£
Early Years' Room project	89,731	–	(1,725)	–	88,006
Scottish Government Co-op Funding	5,390	–	(539)	–	4,851
Bord Na Gaidhlig - Consultancy	–	–	–	–	–
Scottish Government - Revenue	4,625	–	–	(4,625)	–
Bord Na Gaidhlig - Gaelic projects	16,675	24,000	(21,451)	–	19,224
Scottish Government - Computers - Capital	3,095	3,000	(1,775)	–	4,320
Coop - Soft Play equipment - Capital	3,397	–	(340)	–	3,057
Adapt & Thrive	4,315	–	(432)	–	3,883
Exterior refurbishment	24,560	–	(28,306)	3,746	–
Scottish Government - film equipment - Capital	–	62,152	(63,773)	1,621	–
Immersive Hub Fund	1,200	–	(297)	–	903
	–	221,928	–	(3,746)	218,182
	<u>152,988</u>	<u>311,080</u>	<u>(118,638)</u>	<u>(3,004)</u>	<u>342,426</u>

	At 1 Aug 2021	Income	Expenditure	Transfers	At 31 Jul 2022
	£	£	£	£	£
Early Years' Room project	91,493	–	(1,762)	–	89,731
Scottish Government Co-op Funding	5,989	–	(599)	–	5,390
Bord Na Gaidhlig - Consultancy	3,790	–	–	(3,790)	–
Scottish Government - Revenue	4,625	–	–	–	4,625
Bord Na Gaidhlig - Gaelic projects	16,713	24,000	(24,038)	–	16,675
	3,950	1,800	(2,655)	–	3,095

Ionad Chaluim Chille Ile
Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

22. Analysis of charitable funds *(continued)*

Scotish Government - Computers - Capital	3,775	—	(378)	—	3,397
Coop - Soft Play equipment - Capital	4,795	—	(480)	—	4,315
Adapt & Thrive	30,880	—	(6,320)	—	24,560
Exterior refurbishment	—	4,233	(4,248)	15	—
Scotish Government - film equipment - Capital	—	1,839	(639)	—	1,200
Immersive Hub Fund	—	—	—	—	—
	<u>166,010</u>	<u>31,872</u>	<u>(41,119)</u>	<u>(3,775)</u>	<u>152,988</u>

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

22. 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.

Co-op Funding

In earlier years funds were received partly for Covid recovery and towards a soft play project additional funding of £7,019 subsequently received, of which £5,327 was expended on Soft Play equipment. With the balance carried forward to contribute to charitable activities, which were transferred to unrestricted funds during the prior year.

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 £806 being expended in the 2021. In 2023/24 the remaining balance was transferred to unrestricted funds.

The remaining balance of £4,625 has been carried forward while negotiations for its use are taking place.

Scottish Government

A grant was received in 2021 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 was received in 2021 for the purchase of computers which are being depreciated over their expected useful life.

An additional grant was received from The Scottish Government for sum of £ 24,000 for Gaelic Development £21,451 was expended in the year with a balance being carried forward.

A grant of £1,839 was received for the purchase of film equipment which is being depreciated over the expected useful life.

Adapt & Thrive

A grant of £35,052 was received in the previous year for business development, £4,172 was expended in that year with the balance of £30,880 carried forward for future expenditure. Expenditure of £6,320 was allocated to the fund in 2022, with the balance of £24,560 being carried forward. Expenditure of £28,306 was allocated to the fund in the current year, with a transfer of £3,746 from the Immersive Hub fund.

Adapt and Thrive money was used for developing the pilot project into a major Gaelic Immersive Hub Project, helping to make a funding bid and carrying out all preparatory work.

Bord Na Gaidhlig - Gaelic projects

Grants of £3,950 were received in 2021 and carried forward for expenditure on future projects. Additional funding of £1,800 was received in 2022 when expenditure of £2,655 was incurred with a balance of £3,095 carried forward, further funding of £3,000 was received and expenditure of £1,775 was incurred in the year with a balance of £4,320 carried forward for future projects.

Exterior Refurbishment

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

22. Analysis of charitable funds *(continued)*

Funding of £62,152 was received for roof and external works, costs incurred were £63,773 with a transfer of £1,621 from general unrestricted funds to cover the deficit.

Immersive Hub

Funding of £228,795 was received in the year £6,867 relating to flooring for the heritage room and reception area installed after the year end has been deferred, resulting in net income of £221,928, £3,746 was transferred to the Adapt & Thrive fund for expenditure incurred and capital expenditure of £29,258 has been allocated to the fund in the year. Unspent funds of £188,924 will be used for the development of the Immersive Hub during 2023-24.

Endowment funds

	At 1 Aug 2022	Income	Expenditure	Transfers	At 31 Jul 2023
	£	£	£	£	£
Property	1,374,863	—	(29,888)	—	1,344,975
Gaelic Language Development	14,281	—	—	—	14,281
Maintenance reserve	226	—	(226)	—	—
	<u>1,389,370</u>	<u>—</u>	<u>(30,114)</u>	<u>—</u>	<u>1,359,256</u>

	At 1 Aug 2021	Income	Expenditure	Transfers	At 31 Jul 2022
	£	£	£	£	£
Property	1,404,751	—	(29,888)	—	1,374,863
Gaelic Language Development	14,281	—	—	—	14,281
Maintenance reserve	226	—	—	—	226
	<u>1,419,258</u>	<u>—</u>	<u>(29,888)</u>	<u>—</u>	<u>1,389,370</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 2023

23. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2023 £
Tangible fixed assets	28,028	126,587	1,344,975	1,499,590
Current assets	86,169	215,839	14,281	316,289
Creditors less than 1 year	(21,317)	—	—	(21,317)
Net assets	<u>92,880</u>	<u>342,426</u>	<u>1,359,256</u>	<u>1,794,562</u>
	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds 2022 £
Tangible fixed assets	26,093	100,664	1,374,863	1,501,620
Current assets	81,649	52,324	14,507	148,480
Creditors less than 1 year	(11,565)	—	—	(11,565)
Net assets	<u>96,177</u>	<u>152,988</u>	<u>1,389,370</u>	<u>1,638,535</u>

Ionad Chaluim Chille Ile
Company Limited by Guarantee
Management Information
Year ended 31 July 2023

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

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 31 July 2023

	2023 £	2022 £
Income and endowments		
Donations and legacies		
Scottish Government	86,152	25,839
Job Retention Scheme Grant	–	1,741
Kickstart Grant	–	3,582
Shop front grant	–	1,233
Coast and Waters grant	–	2,202
Immersive Hub	221,928	–
	<u>308,080</u>	<u>34,597</u>
Charitable activities		
Bord Na Gaidhlig	109,925	101,640
Bord Na Gaidhlig B.Frois/ TFC	3,000	1,800
Islay Students	6,920	16,024
Shop/exhibitions	1,566	430
Other activities	630	889
	<u>122,041</u>	<u>120,783</u>
Investment income		
Bank interest receivable	308	–
Other income		
Fundraising events	14,327	–
Letting and licensing	29,738	22,663
Am Buth Beag	8,047	3,603
Project income	–	3,000
Wedding income	–	889
Cafaigh Blasta	16,044	–
	<u>68,156</u>	<u>30,155</u>
Total income	<u>498,585</u>	<u>185,535</u>

Ionad Chaluim Chille Ile**Company Limited by Guarantee****Detailed Statement of Financial Activities** *(continued)***Year ended 31 July 2023**

	2023	2022
	£	£
Expenditure		
Costs of raising donations and legacies		
Fundraising expenditure	<u>(4,133)</u>	<u>(1,282)</u>
Expenditure on charitable activities		
Purchases	(19,006)	(1,269)
Wages and salaries	(124,565)	(124,804)
Employer's NIC	(3,806)	(5,581)
Pension costs	(2,780)	(2,756)
Rates and water	(505)	(358)
Light and heat	(9,854)	(12,234)
Repairs and maintenance	(90,794)	(16,082)
Insurance	(8,966)	(8,454)
Legal and professional fees	(4,260)	(3,800)
Telephone	(1,104)	(1,012)
Other office costs	(2,235)	(719)
Depreciation	(36,404)	(36,582)
Equipment leasing	—	(562)
Professional management fee	—	(366)
Advertising	(320)	(1,194)
Other costs and project expenditure	(33,826)	(6,758)
Covid equipment & PPE	—	(15)
	<u>(338,425)</u>	<u>(222,546)</u>
Total expenditure	<u>(342,558)</u>	<u>(223,828)</u>
Net income/(expenditure)	<u>156,027</u>	<u>(38,293)</u>

Ionad Chaluim Chille Ile

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 July 2023

	2023 £	2022 £
Costs of raising donations and legacies		
Costs of raising donations and legacies		
Fundraising expenditure	(4,133)	(1,282)
Costs of raising donations and legacies	<u>(4,133)</u>	<u>(1,282)</u>
Expenditure on charitable activities		
Islay Gaelic Centre		
Activities undertaken directly		
Shop purchases	(6,803)	(1,269)
Staff - Wages & salaries	(124,565)	(124,804)
Staff - Employer's NIC	(3,806)	(5,581)
Staff - Pension costs	(2,780)	(2,756)
Establishment - Rates & water	(505)	(358)
Establishment - Light & heat	(9,854)	(12,234)
Establishment - Repairs & maintenance	(87,717)	(16,082)
Establishment - Insurance	(8,966)	(8,454)
Office expenses - Telephone	(1,104)	(1,012)
Office expenses - Postage & stationery	(1,275)	(719)
Depreciation	(36,404)	(36,582)
Equipment leasing	-	(562)
Professional - Management fee	-	(366)
Advertising	(320)	(1,194)
Other costs and project expenditure	(33,826)	(6,758)
Covid equipment & PPE	-	(15)
	<u>(317,925)</u>	<u>(218,746)</u>
Cafaidh Blasta		
Activities undertaken directly		
Cafaidh Blasta - purchases	(12,203)	-
Cafaidh Blasta - repairs & maintenance	(3,077)	-
Cafaidh Blasta - other office costs	(960)	-
	<u>(16,240)</u>	<u>-</u>
Governance costs		
Governance costs - accountancy fees	(4,260)	(3,800)
Expenditure on charitable activities	<u>(338,425)</u>	<u>(222,546)</u>