



Scott-Moncrieff
business advisers and accountants

CLYDESDALE COMMUNITY INITIATIVES

**Consolidated Financial Statements and Trustees' Report
for the year ended 31 March 2017**

Registered Company Number: SC323196

Registered Charity Number: SC035206



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CLYDESDALE COMMUNITY INITIATIVES
REPORT AND FINANCIAL STATEMENTS
for the year ended 31 March 2017

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CLYDESDALE COMMUNITY INITIATIVES

REPORT OF THE TRUSTEES

for the year ended 31 March 2017

The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2017.

OBJECTIVES AND ACTIVITIES

The parent charity is a company limited by guarantee, incorporated on 8 May 2007 and governed by Memorandum and Articles of Association of the same date. The company is recognised by the HM Revenue and Customs as a Scottish Charity under number SC035206. In the event of the company being wound up members are required to contribute an amount not exceeding £1 each.

The main objectives of the charity are:

- a) To advance education (particularly among the residents of Clydesdale and environs) in matters associated with the environment.
- b) To preserve, restore and improve the environment within Clydesdale and environs through the provision, maintenance and/or improvement of public open space and other environmental projects (but subject to appropriate safeguards to ensure that the public benefit so arising clearly outweighs any private benefit thereby conferred on private landlords).
- c) To promote, operate and/or support other charitable projects and programmes for the benefit of the community, and particularly those living within Clydesdale and environs.

CCI have a stated mission to give people with complex support needs the opportunity to make a contribution to their communities. Through their contribution individuals are supported to improve their health, learn new skills and increase their confidence.

ACHIEVEMENTS AND PERFORMANCE

The board of directors have set clear objectives and targets for the charity and established a robust monitoring and evaluation process to enable them to measure the operational effectiveness of the organisation.

The ongoing priority for the board and staff of Clydesdale Community Initiatives is to ensure that we are making full use of the new facilities at Langloch Farm for the benefit of the local community and specifically for individuals experiencing exclusion due to illness, disability or disadvantage.

To this effect the year to March 2017 has been an extremely busy one with a focus on strengthening the existing programmes and developing new initiatives, particularly within the micro business unit. We have also been consolidating and expanding our external partnerships with local community based assets such as community gardens, allotments and schools.

The board maintain a strong focus on retrospective evaluation and forward planning and continue to seek both internal and external feedback on the organisation's performance. This information has been brought together in a Social Impact Report for 2017. The report emphatically evidences a significant increase in the number of individuals participating across all our programmes and also improved outcomes for participants with a wide range of support needs. Copies of the social impact report are available from enquiries@cciweb.org.uk.

CCI continues to develop our model of social enterprise and inclusion and as such are continually balancing the person centred and task focussed aspects of our activity. In a very practical way this means that all of our teams must be producing either a product or service that is of value to the wider community. In order to achieve our person centred outcomes it is essential that the work of our gardening, food growing, landscaping, woodcraft and cosmetic programmes retain an emphasis on quality and value. We are pleased to report that the reputation of our services and products has continued to improve with more effective project management across all the programmes.

CLYDESDALE COMMUNITY INITIATIVES

REPORT OF THE TRUSTEES

for the year ended 31 March 2017

FINANCIAL REVIEW

The group's results for the year are detailed in the Statement of Financial Activities on page 9. Incoming resources for the year amounted to £721,719 (2016: £1,453,175). After deduction of expenditure, the net movement of funds for the year was a surplus of £36,270 (2016: £888,635).

Of the £1,915,007 worth of assets on our consolidated balance sheet, £1,752,583 relates to fixed assets, primarily our property at Langloch Farm. We have £51,547 of restricted funding which relates to grants for social care, social enterprise and funding towards the community kitchen received in advance, and we have £133,995 of unrestricted funding in reserve. Outwith restricted funding we have no contractual commitments or other formal commitments that would limit the board's ability to utilise these unrestricted funds on behalf of the organisation.

Fundraising

As with previous years the board has actively considered its income generation strategy and set clear fundraising targets across a range of income generation activities. These included sales from the landscape construction subsidiary, training and inclusion programme sales to social care partners, and grant fundraising from trusts and foundations. The board are pleased to report that all of these targets were met and that the cost of raising the funds was carefully managed to ensure maximum investment in the charity's social care outcomes.

CCI's charitable revenue income generated by its social enterprise activities continued to grow this year with a particularly significant contribution of £28,308 from its trading subsidiary CCI Scotland. The services and products include, gardening services, training and consultancy.

Of the remaining 50% of the charity's revenue income the primary grant funders supporting our charitable activity were The Big Lottery, The Rank Foundation, Henry Smith Foundation, Agnes Hunter Trust, Western Recreation Trust, Borders Biscuits Community Fund and Scottish Government's People and Communities Fund and Autism Innovation and Improvement Fund and the Integrated Care Fund managed by VASLAN on behalf of the Health and Social Care Partnership.

During the year the organisation was the beneficiary of further capital funding to help us develop the outdoor learning areas at Langloch Farm Enterprise and Inclusion Facility. The funders for these works were Levenseat Trust, CSGNT Development Fund and The Wolfson Trust.

Subsidiary

CCI Scotland Ltd (formerly CCI Trading Limited) is a wholly-owned subsidiary of Clydesdale Community Initiatives which carries out social enterprise activities on behalf of the group. As detailed at note 11, the company had net liabilities at 31 March 2017 of £55,136 (2016: £61,921). The company returned a profit of £6,785 for the year (2016: profit of £19,104). The financial statements of CCI Scotland Ltd are consolidated into these group accounts.

Reserves policy

Our Development Fund reserve of £35,000 has been maintained in line with the Board's aim to maintain reserves to cover three months' running costs.

Risk management

The directors have assessed the major risks to which the charity is exposed, in particular those relating to the operations and finances of the company. They are satisfied that systems are in place to mitigate exposure to the major risks. The board maintain a risk register that identifies the potential threats to the organisation and is reviewed quarterly. Funding remains the primary risk to the organisation; as it is unreasonable to expect that public sector finances will increase, it is unlikely that any core funding will be available from our primary social care partners. The board have therefore carefully developed a business plan that is committed to generating income through social enterprise, includes diverse fundraising options, and commits us to responding to the changing funding environment by pursuing registration as a self-directed support agency.

Management accounts are prepared and presented to the monthly board meetings that actively consider the financial performance of the organisation against the projections that were agreed prior to the financial year beginning. If required the board has agreed that projections can be reviewed quarterly to ensure that the indicators defining the financial performance are still appropriate.

CLYDESDALE COMMUNITY INITIATIVES

REPORT OF THE TRUSTEES

for the year ended 31 March 2017

PLANS FOR FUTURE PERIODS

The board remain committed to the ongoing mission statement, values and objectives of the charity. In order to meet this commitment they have agreed to continue to pursue the social enterprise model of delivery. This will involve the development of a wider range of social enterprise-based programmes based at Langloch Farm, including the ongoing development of a range of micro business projects which will be instigated by groups of individuals with long term health problems. Specific plans for the next year include a major expansion in the commercial capacity of our workshop creating both personal development and supported employment opportunities, and the establishment of a commercial standard catering kitchen which can begin to consider food processing projects for future enterprise development.

The board have been actively pursuing the agreed business plan of our trading subsidiary and carefully monitoring the performance of CCI Scotland, with the aim of capitalising on the Scottish Government's commitment to sustainable procurement and community co-production.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The charity trustees have delegated day to day management of the charity to N G P McShannon. Strategy and authorisation of major operational matters (such as remuneration) is determined by the board.

Appointment, induction and training of trustees

The trustees are appointed in accordance with the Memorandum and Articles of Association. Induction packs are given to trustees when appointed, and training is provided as and when appropriate. When a position becomes available the trustees seek nominations from those with the shared values and suitable skill sets from the organisation's membership.

Remuneration

Remuneration levels for senior management are agreed by the board of directors as part of the annual projection and planning exercise undertaken prior to the year end. While the board do not set rates formally based on any national pay scales they do so with cognisance of SJC and comparative advertised pay offers for similar roles and organisations.

Related parties

Details of transactions with related parties are set out in note 22 of the financial statements.

CLYDESDALE COMMUNITY INITIATIVES

REPORT OF THE TRUSTEES

for the year ended 31 March 2017

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Scottish company number: SC323196

Registered Scottish charity number: SC035206

Trustees

N G P McShannon

R M Waddell (resigned 9 July 2016)

R G Hunter (resigned 27 April 2016)

A M Stein

R G Paterson

Y Walkinshaw (resigned 9 July 2016)

N MacDonald

H R A Neilson

A O Walker

E F R Hill (appointed 7 July 2016)

Company Secretary

L M Greer (resigned 26 November 2016)

N G P McShannon (appointed 26 November 2016)

Key management personnel

N G P McShannon

Registered office

Langloch Farm

Hyndford Road

ML11 9TA

Auditor

Scott-Moncrieff

Exchange Place 3

Semple Street

Edinburgh

EH3 8BL

Bankers

The Royal Bank of Scotland plc

88 High Street

Lanark

ML11 7ET

Solicitors

Morison and Smith

20 Hope Street

Lanark

ML11 7NG

CLYDESDALE COMMUNITY INITIATIVES

REPORT OF THE TRUSTEES

for the year ended 31 March 2017

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of Clydesdale Community Initiatives for the purpose of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the group and parent charitable company and of the incoming resources and application of resources, including the income and expenditure, of the group and parent charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the group and parent charitable company and enable them to ensure that the financial statements comply with the trust deed, the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITOR

In so far as the trustees are aware:

- there is no relevant information of which the group and parent charitable company's auditor is unaware; and
- they have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information, and to establish that the group and parent charitable company's auditor is aware of the information.

CLYDESDALE COMMUNITY INITIATIVES

REPORT OF THE TRUSTEES

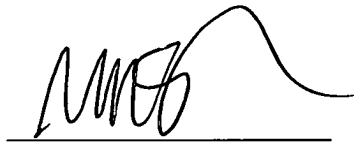
for the year ended 31 March 2017

AUDITOR

The auditor, Scott-Moncrieff, is deemed to be reappointed under section 487(2) of the Companies Act 2006.

This report has been prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the trustees on 26 SEPT 2017 and signed on their behalf:

A handwritten signature in black ink, appearing to be 'N G P McShannon', written over a horizontal line.

N G P McShannon
Trustee

CLYDESDALE COMMUNITY INITIATIVES

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF CLYDESDALE COMMUNITY INITIATIVES

for the year ended 31 March 2017

We have audited the financial statements of Clydesdale Community Initiatives for the year ended 31 March 2017 which comprise the Consolidated and Parent Company Statement of Financial Activities (incorporating the Income and Expenditure Account), Consolidated and Parent Company Balance Sheet, Consolidated and Parent Company Statement of cash flows and related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland."

This report is made exclusively to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and to the charitable company's trustees, as a body, in accordance with section 44 (1) (c) of the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended). Our audit work has been undertaken so that we might state to the members and the charitable company's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members and trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Statement of trustees' responsibilities set out on page 5, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditor under section 44 (1) (c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (United Kingdom and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors, including "APB Ethical Standard – Provisions Available for Small Entities (Revised)", in the circumstances set out in note 24 to the financial statements.

Scope of the audit of the financial statements

A description of an audit of financial statements is provided on the Financial Reporting Council's web-site at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group and parent charitable company's affairs as at 31 March 2017 and of the group and parent charitable company's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

CLYDESDALE COMMUNITY INITIATIVES

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS AND TRUSTEES OF
CLYDESDALE COMMUNITY INITIATIVES**

for the year ended 31 March 2017

Opinion on other matter prescribed by the Companies Act 2006

In light of the knowledge and understanding of the group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' annual report.

In our opinion the information given in the Trustees' annual report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the parent charitable company has not kept proper and adequate accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemption in preparing the directors' report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

Michael Harkness

**Michael Harkness, Senior Statutory Auditor
For and on behalf of Scott-Moncrieff
Statutory Auditor
Chartered Accountants
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Exchange Place 3
Semple Street
Edinburgh
EH3 8BL**

26 September 2017

CLYDESDALE COMMUNITY INITIATIVES
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

for the year ended 31 March 2017

	Notes	Unrestricted funds £	Restricted funds £	2017 Total £	2016 Total £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	5	22,389	271,015	293,404	1,055,863
Charitable activities	6	428,189	-	428,189	397,242
Investments		7	-	7	-
Other		119	-	119	70
Total		<u>450,704</u>	<u>271,015</u>	<u>721,719</u>	<u>1,453,175</u>
EXPENDITURE ON:					
Raising funds		(10,303)	-	(10,303)	(8,772)
Charitable activities	7	<u>(398,109)</u>	<u>(277,037)</u>	<u>(675,146)</u>	<u>(555,768)</u>
Total		<u>(408,412)</u>	<u>(277,037)</u>	<u>(685,449)</u>	<u>(564,540)</u>
Net income	10	42,292	(6,022)	36,270	888,635
Reconciliation of funds:					
Total funds brought forward		<u>91,703</u>	<u>1,787,034</u>	<u>1,878,737</u>	<u>990,102</u>
Total funds carried forward	20	<u>133,995</u>	<u>1,781,012</u>	<u>1,915,007</u>	<u>1,878,737</u>

There were no recognised gains or losses other than the results for the year as set out above. All of the activities of the group are classed as continuing.

The notes on pages 14 to 31 form part of these financial statements

CLYDESDALE COMMUNITY INITIATIVES

**PARENT COMPANY STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING INCOME AND EXPENDITURE ACCOUNT)**

For the year ended 31 March 2017

	Notes	Unrestricted funds £	Restricted funds £	2017 Total £	2016 Total £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	5	2,389	271,015	273,404	1,030,863
Charitable activities	6	163,684	-	163,684	164,859
Investments		3,437	-	3,437	32
Other		29,308	-	29,308	6,638
Total		<u>198,818</u>	<u>271,015</u>	<u>469,833</u>	<u>1,202,392</u>
EXPENDITURE ON:					
Raising funds		(10,303)	-	(10,303)	(8,772)
Charitable activities	7	(153,008)	(277,037)	(430,045)	(324,089)
Total		<u>(163,311)</u>	<u>(277,037)</u>	<u>(440,348)</u>	<u>(332,861)</u>
Net income	10	35,507	(6,022)	29,485	869,531
Reconciliation of funds:					
Total funds brought forward		<u>153,625</u>	<u>1,787,034</u>	<u>1,940,659</u>	<u>1,071,128</u>
Total funds carried forward	20	<u>189,132</u>	<u>1,781,012</u>	<u>1,970,144</u>	<u>1,940,659</u>

There were no recognised gains or losses other than the results for the year as set out above. All of the activities of the charity are classed as continuing.

The notes on pages 14 to 31 form part of these financial statements

CLYDESDALE COMMUNITY INITIATIVES

CONSOLIDATED BALANCE SHEET

For the year ended 31 March 2017

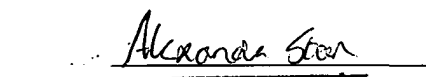
	Notes	Unrestricted funds £	Restricted funds £	2017 Total £	2016 Total £
FIXED ASSETS:					
Tangible assets	11	23,118	1,729,465	1,752,583	1,785,130
CURRENT ASSETS:					
Stock		100	-	100	100
Debtors	13	122,628	-	122,628	153,899
Cash at bank and in hand	15	68,910	51,547	120,457	76,202
<i>Total current assets</i>		191,638	51,547	243,185	230,201
LIABILITIES:					
Creditors: Amounts falling due within one year	17	(47,493)	-	(47,493)	(136,594)
<i>Net current assets</i>		144,145	51,547	195,692	93,607
<i>Total assets less current liabilities</i>		167,263	1,781,012	1,948,275	1,878,737
Creditors: Amounts falling due in over one year	18	(33,268)	-	(33,268)	-
<i>Total net assets</i>		133,995	1,781,012	1,915,007	1,878,737
THE FUNDS OF THE CHARITY:					
Unrestricted funds	20			133,995	91,703
Restricted funds	20			1,781,012	1,787,034
<i>Total charity funds</i>				1,915,007	1,878,737

These financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved and authorised for issue by the Board of Trustees on 26/9 2017 and signed on its behalf by:



N G P McShannon
Trustee



A M Stein
Trustee

Company registration number SC323196

The notes on pages 14 to 31 form part of these financial statements

CLYDESDALE COMMUNITY INITIATIVES

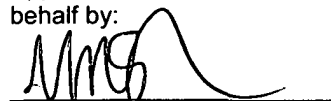
PARENT COMPANY BALANCE SHEET

as at 31 March 2017

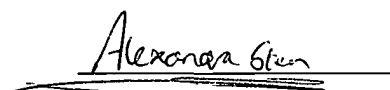
	Notes	Unrestricted funds £	Restricted funds £	2017 Total £	2016 Total £
FIXED ASSETS:					
Tangible assets	11	23,118	1,729,465	1,752,583	1,785,130
Investments	12	1	-	1	1
<i>Total fixed assets</i>		23,119	1,729,465	1,752,584	1,785,131
CURRENT ASSETS:					
Debtors	13	146,850	-	146,850	170,586
Cash at bank and in hand	15	38,049	51,547	89,596	46,401
<i>Total current assets</i>		184,899	51,547	236,446	216,987
LIABILITIES:					
Creditors: Amounts falling due within one year	17	(18,886)	-	(18,886)	(61,459)
<i>Net current assets</i>		166,013	51,547	217,560	155,528
<i>Total net assets</i>		189,132	1,781,012	1,970,144	1,940,659
THE FUNDS OF THE CHARITY:					
Unrestricted funds	20			189,132	153,625
Restricted funds	20			1,781,012	1,787,034
<i>Total charity funds</i>				1,970,144	1,940,659

These financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved and authorised for issue by the Board of Trustees on 26/9 2017 and signed on its behalf by:



N G P McShannon
Trustee



A M Stein
Trustee

Company registration number SC323196

The notes on pages 14 to 31 form part of these financial statements

CLYDESDALE COMMUNITY INITIATIVES
CONSOLIDATED AND PARENT COMPANY
STATEMENT OF CASH FLOWS

For year ended 31 March 2017

		Group		Company	
		2017	2016	2017	2016
	Notes	£	£	£	£
Cash flows from operating activities:					
Net cash provided by operating activities:	21	20,086	58,854	55,596	44,543
Cash flows from investing activities:					
Investment income		-	-	3,430	-
Purchase of tangible fixed assets		(14,596)	(923,202)	(14,596)	(923,202)
Net cash used in investing activities		(14,596)	(923,202)	(11,166)	(923,202)
Cash flows from financing activities:					
Net movement in borrowings		38,765	(98,446)	(1,235)	(98,446)
Receipt of capital grants		-	869,306	-	869,306
Net cash provided by financing activities		38,765	770,860	(1,235)	770,860
Change in cash and cash equivalents in the reporting period		44,255	(93,488)	43,195	(107,799)
Cash at the beginning of the reporting period		76,202	169,690	46,401	154,200
Cash at the end of the reporting period	15	120,457	76,202	89,596	46,401

The notes on pages 14 to 31 form part of these financial statements

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

1. Accounting policies

General information

These financial statements are presented in pounds sterling (GBP) as that is the currency in which the group and parent charitable company's transactions are denominated. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The group and parent charitable company's registered address is Langloch Farm, Hyndford Road, ML11 9TA.

The continuing activity of Clydesdale Community Initiatives is to give people with complex support needs the opportunity to make a contribution to their communities.

Basis of preparation

The financial statements are prepared on the historical cost basis of accounting in accordance with the Financial Reporting Standard 102, as issued by the Financial Reporting Council (effective 1 January 2015), the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102)", the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Companies Act 2006.

Clydesdale Community Initiatives meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

These financial statements are presented in pounds sterling (GBP) as that is the currency in which the company's transactions are denominated.

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires trustees to exercise their judgement in the process of applying the accounting policies. Use of available information and application of judgement are inherent in the formation of estimates. Actual outcomes in the future could differ from such estimates. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2.

Basis of consolidation

The group financial statements consolidate the financial statements of Clydesdale Community Initiatives and its wholly owned subsidiary, CCI Scotland Ltd (formerly CCI Trading Limited).

Going concern

The charitable company continues to receive support from its funders, and its trading subsidiary has now obtained external support for its working capital. Our funders remain extremely positive about the organisation's model of engagement and the board recognise that the outcomes we achieve remain relevant to a wide range of potential funders. The board have also carefully managed the costs of the organisation to ensure that the charity is not over dependent on time-limited or insecure funding.

The trustees are of the opinion that the group and parent charitable company can meet their obligations as they fall due for the foreseeable future and as a consequence have prepared the financial statements on a going concern basis.

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

1. Accounting policies (continued)

Recognition of income

Donations are included in full in the Statement of Financial Activities when the charitable company is entitled to them, receipt is probable and the amount is quantifiable.

Grant income is included in full in the Statement of Financial Activities when the charitable company is entitled to it, receipt is probable and the amount is quantifiable.

Income from charitable activities represents the net value of services, excluding VAT, relating to landscaping, horticulture and woodwork. Revenue for service contracts is recognised in line with the stage of completion of the contract, allowing provision for any anticipated losses.

Investment income is included in the accounts in the year in which it is receivable.

Other income is included in full in the Statement of Financial Activities when the charitable company is entitled to it, receipt is probable and the amount is quantifiable.

Taxation

The charity is exempt from corporation tax on its charitable activities as income of the registered charity is within the exemptions granted by Part 11 of the Corporation Tax Act 2010. The subsidiary, CCI Scotland Ltd (formerly CCI Trading Limited) donates all distributable profit to the holding company by gift aid and therefore incurs no liability to corporation tax.

Allocation of expenditure

Expenditure is included in the Statement of Financial Activities on an accruals basis as a liability is incurred.

Expenditure is directly attributed to the relevant category in the Statement of Financial Activities where practical. The charity accounts for expenditure as a single activity due to the considerable overlap in the delivery of the objectives and activities. Overhead and support costs are allocated on the basis of square footage for premises costs and full-time equivalent staff for all other costs.

- Costs of raising funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.
- Charitable expenditure comprises direct and support costs incurred by the charitable company in the delivery of its activities and services.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charitable company and include costs linked to the strategic management of the charitable company.

Pensions

Pension contributions are made to an approved defined contribution pension scheme. These are charged in the year in which they are incurred.

Fixed assets and depreciation

Fixed assets costing £1,000 or more are included in the balance sheet at cost, less accumulated depreciation and any impairment.

Depreciation is provided in the period in which the fixed assets are purchased. The rates of depreciation are calculated so as to write off the cost less residual value of each asset evenly over its expected useful life as follows:

Plant and machinery	25% straight line
Motor vehicles	25% straight line
Buildings	2% straight line

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

1. Accounting policies (continued)

Investments

Investment in the subsidiary company is stated at cost.

Debtors

Trade debtors are amounts due from customers for services performed. Trade debtors are recognised at the undiscounted amount of cash receivable, which is normally the invoice price, less any allowances for doubtful debts.

Cash and cash equivalents

Cash and cash equivalents consist of cash on hand, balances with banks and investment managers which are readily convertible, being those with maturities of three months or fewer from inception.

Cash and cash equivalents are measured at amortised cost, based on the relevant exchange rates at the reporting date.

Creditors

Trade creditors are obligations to pay for goods or services that have been acquired. They are recognised at the undiscounted amount owed to the supplier, which is normally the invoice price.

Financial assets and liabilities

Financial instruments are recognised in the statements of financial activities when the charity becomes a party to the contractual provisions of the instrument. Financial instruments are initially measured at transaction price. Subsequent to initial recognition, they are accounted for as set out below.

Financial instruments are classified as either 'basic' or 'other' in accordance with Chapter 11 of FRS102. At the end of each reporting period, basic financial instruments are measured at amortised cost using the effective rate method.

Financial assets are derecognised when the contractual rights to the cash flows from asset expire, or when the charity has transferred substantially all the risks and rewards of ownership. Financial liabilities are derecognised only once the liability has been extinguished through discharge, cancellation or expiry.

Funds

Unrestricted funds include incoming resources receivable or generated for the objects of the charitable company without further specified purpose and are available as general funds. These funds can be used in accordance with the charitable objects at the discretion of the trustees.

Restricted funds are to be used for specific purposes as laid down by the donor.

Leases and hire purchase transactions

Assets acquired under hire purchase agreements and finance leases are capitalised in the balance sheet and are depreciated in accordance with the company's normal policy. The outstanding liabilities under such agreements less interest not yet due are included in creditors. Interest on such agreements is charged to the profit and loss account evenly over the term of each agreement.

Rentals under operating leases are charged to the Statement of Financial Activities as they fall due.

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

2. Critical Judgements

In preparing the financial statements trustees make estimates and assumptions which affect reported results, financial position and disclosure of contingencies. Use of available information and application of judgement are inherent in the formation of the estimates, together with past experience and expectations of future events that are believed to be reasonable under the circumstances. Actual results in the future could differ from such estimates.

The estimates with a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are the application of revenue recognition criteria for grant income, the depreciation rates and impairment review of tangible fixed assets.

3. Comparative statement of financial activities

Consolidated	Unrestricted funds £	Restricted funds £	2016 Total £
INCOME AND ENDOWMENTS FROM:			
Donations and legacies	26,620	1,029,243	1,055,863
Charitable activities	397,242	-	397,242
Other	70	-	70
Total	423,932	1,029,243	1,453,175
EXPENDITURE ON:			
Raising funds	(8,772)	-	(8,772)
Charitable activities	(383,643)	(172,125)	(555,768)
Total	(392,415)	(172,125)	(564,540)
Net income	31,517	857,118	888,635

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

4. Comparative statement of financial activities (continued)

Parent company	Unrestricted funds £	Restricted funds £	2016 Total £
INCOME AND ENDOWMENTS FROM:			
Donations and legacies	1,620	1,029,243	1,030,863
Charitable activities	164,859	-	164,859
Investments	32	-	32
Other	6,638	-	6,638
Total	173,149	1,029,243	1,202,392
EXPENDITURE ON:			
Raising funds	(8,772)	-	(8,772)
Charitable activities	(151,964)	(172,125)	(324,089)
Total	(160,736)	(172,125)	(332,861)
Net income	12,413	857,118	869,531

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

5. Income from donations and legacies

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
General donations	2,389	1,620	2,389	1,620
Grants and donations from trusts and other organisations	164,885	114,958	144,885	89,958
Scottish Government grants	63,840	56,147	63,840	56,147
Big Lottery	57,290	13,832	57,290	13,832
	<hr/>		<hr/>	
	288,404	186,557	268,404	161,557
	<hr/>		<hr/>	
Capital grants for Langloch Farm:				
Big Lottery	-	352,928	-	352,928
South Lanarkshire Council	-	50,000	-	50,000
European Regional Development Fund	-	466,378	-	466,378
	<hr/>		<hr/>	
	-	869,306	-	869,306
	<hr/>		<hr/>	
Capital grants for Community Kitchen:				
NHS Lanarkshire	5,000	-	5,000	-
	<hr/>		<hr/>	
	5,000	-	5,000	-
	<hr/>		<hr/>	
Total	<hr/> 293,404 <hr/>	<hr/> 1,055,863 <hr/>	<hr/> 273,404 <hr/>	<hr/> 1,030,863 <hr/>

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

6. Income from charitable activities – social care

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Consultancy and training income	5,614	33,766	5,614	30,976
Social care income	37,432	21,760	37,432	21,760
Management fees	-	-	20,000	24,000
Landscape and horticultural income	327,471	287,306	42,966	33,713
Woodworking income	2,122	942	2,122	942
Employability sessions	17,196	16,544	17,196	16,544
Education and training services	25,924	25,325	25,924	25,325
Educational sessions	9,050	8,445	9,050	8,445
Social prescribing	3,334	3,154	3,334	3,154
Craft income	46	-	46	-
	<u>428,189</u>	<u>397,242</u>	<u>163,684</u>	<u>164,859</u>

7. Costs of charitable activities

Group	Social care activities	Support costs	2017 Total	Social care activities	Support costs	2016 Total
	£	£	£	£	£	£
Materials and direct costs	180,389	-	180,389	170,897	-	170,897
Premises costs	97,458	24,042	121,500	33,187	9,938	43,125
Office costs	8,395	5,028	13,423	7,259	6,647	13,906
Staff and related costs	224,258	123,124	347,382	202,161	119,889	322,050
Governance costs	-	12,452	12,452	-	5,790	5,790
	<u>510,500</u>	<u>164,646</u>	<u>675,146</u>	<u>413,504</u>	<u>142,264</u>	<u>555,768</u>

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

7. Costs of charitable activities (continued)

Company	Social care activities £	Support costs £	2017 Total £	Social care activities £	Support costs £	2016 Total £
Materials and direct costs	68,338	-	68,338	75,543	-	75,543
Premises costs	97,458	24,042	121,500	33,187	9,938	43,125
Office costs	8,395	5,028	13,423	7,259	6,647	13,906
Staff and related costs	93,118	123,124	216,242	67,981	119,889	187,870
Governance costs	-	10,542	10,542	-	3,645	3,645
	<u>267,309</u>	<u>162,736</u>	<u>430,045</u>	<u>183,970</u>	<u>140,119</u>	<u>324,089</u>

8. Staff costs

	Group		Company	
	2017 £	2016 £	2017 £	2016 £
Wages and salaries	323,604	293,148	204,103	170,438
Social security costs	24,769	23,016	15,433	11,545
Pension costs	7,204	9,261	4,450	9,261
	<u>355,577</u>	<u>325,425</u>	<u>223,986</u>	<u>191,244</u>

No employee received emoluments of more than £60,000 (2016: £nil).

The average number of employees during the year was 17 (2016: 12).

The trustees are considered to be the only key management personnel of the charity. Remuneration to key management personnel is detailed at note 9.

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

9. Trustees' remuneration and expenses

The following amounts paid to trustees are included within staff costs:

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Trustees' salaries	43,236	39,232	43,236	39,232
Trustees' pension	1,272	1,177	1,272	1,177
	<u>44,508</u>	<u>40,409</u>	<u>44,508</u>	<u>40,409</u>

As authorised by the charity's Articles of Association, the above noted remuneration to N G P McShannon is for his role in the day to day running of the charity.

No trustees were reimbursed for expenses in the year ended 31 March 2017 (2016: none).

10. Net income

Net income is stated after charging:

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Depreciation – assets under hire purchase	7,898	5,815	7,898	5,815
Depreciation – owned assets	39,245	31,312	39,245	31,312
Operating lease payments – rent	-	2,619	-	2,619
Auditor's remuneration – audit fees	7,405	5,790	5,495	3,645
	<u>54,548</u>	<u>45,536</u>	<u>52,638</u>	<u>43,391</u>

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

11. Tangible fixed assets

Group and company	Land and buildings £	Plant and machinery £	Motor vehicles £	Totals £
Cost				
At 1 April 2016	1,775,644	37,684	80,911	1,894,239
Additions	-	4,596	10,000	14,596
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2017	<u>1,775,644</u>	<u>42,280</u>	<u>90,911</u>	<u>1,908,835</u>
 Depreciation				
At 1 April 2016	15,556	36,752	56,801	109,109
Charge for year	31,113	543	15,487	47,143
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2017	<u>46,669</u>	<u>37,295</u>	<u>72,288</u>	<u>156,252</u>
 Net book value				
At 31 March 2017	<u>1,728,975</u>	<u>4,985</u>	<u>18,623</u>	<u>1,752,583</u>
At 31 March 2016	<u>1,760,088</u>	<u>932</u>	<u>24,110</u>	<u>1,785,130</u>

Included within motor vehicles are two assets held under hire purchase contract with a net book value of £14,701 (2016: £12,599). The depreciation charge for the year includes £7,898 (2016: £5,815) in respect of this asset.

Land and buildings relates to the charity's premises at Langloch Farm. The Big Lottery Fund has a fixed charge over Langloch Farm in connection with capital grants awarded for the purchase of the property.

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

12. Fixed asset investments - company

	2017 £	2016 £
At 1 April 2016 and 31 March 2017	1	1

Clydesdale Community Initiatives owns 100% of the ordinary shares of £1 each in CCI Scotland Ltd (formerly CCI Trading Limited), a private company registered in Scotland with registration number SC378661. The company is involved in the landscaping, woodworking and horticulture work to be undertaken for Clydesdale Community Initiatives. The company made a profit of £6,785 for the year (2016: 19,104), of which £nil was gift aided to Clydesdale Community Initiatives (2016: £nil).

The aggregate capital and reserves of CCI Scotland Ltd at 31 March 2017 was net liabilities of £55,136 (2016: net liabilities of £61,921), which consisted of assets of £121,365 (2016: £146,752) less liabilities of £176,501 (2016: £208,673). A summary of the trading results is shown below:

	2017 £	2016 £
Turnover	444,845	382,767
Cost of sales	(387,070)	(339,818)
Gross profit	57,775	42,949
Administrative expenses	(45,827)	(23,845)
Operating profit	11,948	19,104
Interest payable and expenses	(5,163)	-
Profit for the financial year	6,785	19,104

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

13. Debtors: amounts falling due within one year

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Trade debtors	105,678	150,058	18,560	33,644
Amounts due from subsidiary	-	-	112,907	132,409
VAT	-	-	1,719	1,129
Prepayments	3,841	3,841	3,404	3,404
Accrued income	4,200	-	4,200	-
Pension contributions (defined contribution)	8,909	-	6,060	-
	<u>122,628</u>	<u>153,899</u>	<u>146,850</u>	<u>170,586</u>

Included within amounts owed by the subsidiary is a loan of £84,000 for which interest is chargeable at 3.5% per annum. The repayment profile of the loan is shown in Note 14. The remainder of the balance consists of trading balances.

14. Debtors: amounts falling due after more than one year

Analysis of the maturity of loans due from subsidiary is given below:

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Amounts falling due within one year	-	-	28,000	84,000
Amounts falling due 1-2 years	-	-	28,000	-
Amounts falling due 2-5 years	-	-	28,000	-
	<u>-</u>	<u>-</u>	<u>84,000</u>	<u>84,000</u>

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

15. Cash and cash equivalents

	Group	2016	Company	2016
	2017		2017	
	£	£	£	£
Cash at bank and in hand	112,270	61,143	81,409	31,342
Cash on deposit	8,187	15,059	8,187	15,059
	<u>120,457</u>	<u>76,202</u>	<u>89,596</u>	<u>46,401</u>

16. Financial assets and liabilities

	Group	2016	Company	2016
	2017		2017	
	£	£	£	£
Financial assets at amortised cost	239,244	226,260	231,323	212,454
Financial liabilities at amortised cost	(73,587)	(95,405)	(14,647)	(58,142)
	<u>(73,587)</u>	<u>(95,405)</u>	<u>(14,647)</u>	<u>(58,142)</u>

Financial assets measured at amortised cost comprise cash and cash equivalents, trade debtors, accrued income and amounts due from subsidiary.

Financial liabilities measured at amortised cost comprise creditors falling due within one year excluding deferred income and social security and other taxes.

17. Creditors: amounts falling due within one year

	Group	2016	Company	2016
	2017		2017	
	£	£	£	£
Other loans	6,732	-	-	-
Trade creditors	27,004	61,982	9,814	30,169
Accruals and deferred income	5,250	50,555	3,500	24,950
Pension contributions (defined contribution)	-	455	-	455
Social security and other taxes	7,174	21,034	4,239	3,317
Hire purchase creditors	1,333	2,568	1,333	2,568
	<u>47,493</u>	<u>136,594</u>	<u>18,886</u>	<u>61,459</u>

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

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

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Other loans	33,268	-	-	-
	<u>33,268</u>	<u>-</u>	<u>-</u>	<u>-</u>

19. Loans

Analysis of the maturity of loans is given below:

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Amounts falling due within one year	6,732	-	-	-
Amounts falling due 1-2 years	9,500	-	-	-
Amounts falling due 2-5 years	23,768	-	-	-
	<u>40,000</u>	<u>-</u>	<u>-</u>	<u>-</u>

Other loan balances totalling £40,000 at the year end incur interest at 6.5% per annum. The total interest charge in the year was £1,733 (2016: £nil) and has been included within the Statement of Financial Activities.

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

20. Movement in funds

Group	At 1 April 2016 £	Income £	Expenditure £	At 31 March 2017 £
Unrestricted funds				
General fund	56,703	450,704	(408,412)	98,995
Development fund	35,000	-	-	35,000
	<hr/>	<hr/>	<hr/>	<hr/>
	91,703	450,704	(408,412)	133,995
Restricted funds				
Rank Foundation	-	35,720	(35,720)	-
Henry Smith Foundation	20,417	35,700	(35,292)	20,825
Bailey Thomas	1,667	-	(1,667)	-
Borders Biscuits Community Fund	322	9,200	(5,322)	4,200
Big Lottery – revenue	-	14,247	(14,247)	-
Big Lottery – social enterprise	-	43,043	(21,521)	21,522
Santander	4,177	-	(4,177)	-
Scotmid	-	500	(10)	490
People and Communities Fund	-	38,991	(38,991)	-
Autism Innovation Fund	363	9,950	(10,313)	-
Integrated Care Fund	-	14,899	(14,899)	-
Agnes Hunter Trust	-	5,000	(5,000)	-
The Levensseat Trust	-	22,136	(22,136)	-
Central Scotland Green Network Trust	-	16,629	(16,629)	-
The Wolfson Foundation	-	20,000	(20,000)	-
<u>Langloch Farm</u>				
- Big Lottery	798,831	-	(14,122)	784,709
- ERDF	625,377	-	(11,050)	614,327
- South Lanarkshire Council	49,231	-	(871)	48,360
- Clothworkers	56,288	-	(996)	55,292
- Robertson Trust	194,147	-	(3,427)	190,720
- Garfield Weston	36,214	-	(647)	35,567
<u>Community Kitchen</u>				
- NHS Lanarkshire	-	5,000	-	5,000
	<hr/>	<hr/>	<hr/>	<hr/>
	1,787,034	271,015	(277,037)	1,781,012
Total funds	<hr/>	<hr/>	<hr/>	<hr/>
	1,878,737	721,719	(685,449)	1,915,007

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

20. Movement in funds (continued)

Company	At 1 April 2016 £	Income £	Expenditure £	At 31 March 2017 £
Unrestricted funds				
General fund	118,625	198,818	(163,311)	154,132
Development fund	35,000	-	-	35,000
	<hr/>	<hr/>	<hr/>	<hr/>
	153,625	198,818	(163,311)	189,132
Restricted funds				
Rank Foundation	-	35,720	(35,720)	-
Henry Smith Foundation	20,417	35,700	(35,292)	20,825
Bailey Thomas	1,667	-	(1,667)	-
Borders Biscuits Community Fund	322	9,200	(5,322)	4,200
Big Lottery – revenue	-	14,247	(14,247)	-
Big Lottery – social enterprise	-	43,043	(21,521)	21,522
Santander	4,177	-	(4,177)	-
Scotmid	-	500	(10)	490
People and Communities Fund	-	38,991	(38,991)	-
Autism Innovation Fund	363	9,950	(10,313)	-
Integrated Care Fund	-	14,899	(14,899)	-
Agnes Hunter Trust	-	5,000	(5,000)	-
The Levensseat Trust	-	22,136	(22,136)	-
Central Scotland Green Network Trust	-	16,629	(16,629)	-
The Wolfson Foundation	-	20,000	(20,000)	-
<u>Langloch Farm</u>				
- Big Lottery	798,831	-	(14,122)	784,709
- ERDF	625,377	-	(11,050)	614,327
- South Lanarkshire Council	49,231	-	(871)	48,360
- Clothworkers	56,288	-	(996)	55,292
- Robertson Trust	194,147	-	(3,427)	190,720
- Garfield Weston	36,214	-	(647)	35,567
<u>Community Kitchen</u>				
- NHS Lanarkshire	-	5,000	-	5,000
	<hr/>	<hr/>	<hr/>	<hr/>
	1,787,034	271,015	(277,037)	1,781,012
Total funds	<hr/>	<hr/>	<hr/>	<hr/>
	1,940,659	469,833	(440,348)	1,970,144

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

20. Movement in funds (continued)

CCI have once again been overwhelmed by the support offered and the recognition we have received for the programmes we deliver. We would like to sincerely thank all our funders, supporters and partner agencies.

The Rank Foundation have once again provided much appreciated support to CCI. The current funding will enable the development of a Self Directed Support Service which will allow individuals to access CCI programmes as a direct alternative to day care and conventional placements and health settings.

The Henry Smith Charity has supported CCI to deliver a project providing vocational rehabilitation to people with severe mental health issues in Lanarkshire.

The Bailey Thomas Charitable Fund was used towards the running costs and salary of a group worker whose role is to support adults with learning disabilities to participate in CCI projects and achieve their goals.

Border Biscuits Community Support Fund provide support to deliver a programme of workshops on a range of hard and soft landscaping tasks that will contribute to tangible environmental improvement projects for the benefit of the people of Lanark.

The Big Lottery support our first three years in Langloch to increase the number of participants engaging with CCI to improve employability skills, social skills and access employment opportunities within social enterprise. We received further funding from the Big Lottery to support the establishment of a microbusiness social enterprise run by and for individuals recovering from long term health issues.

Santander support has funded the purchase of certain fixed assets. These funds have been spent, and the balance is being released in line with the depreciation of these assets each year.

People and Communities Fund support goes towards training costs. This fund has been utilised to provide supported environmental volunteering placements for individuals experiencing significant barriers to inclusion and employment within their communities.

The Autism Innovation and Development Fund has supported CCI to engage young people on the ASD spectrum in environmental volunteering opportunities.

The Integrated Care Fund have supported CCI to deliver access and assessment groups in a range of inclusion activities for individuals experiencing significant exclusion and isolation within their communities.

Agnes Hunter provided £5,000 to support to enable individuals with severe and enduring mental health issues living in disadvantaged and rural communities to volunteer in a range of roles within a cooperative social enterprise.

The Langloch Farm funding for the year included grants from the Levensat Trust, Central Scotland Green Network Trust and the Wolfson Foundation, all of this funding was used to develop the grounds at CCI for educational and community growing activities.

CLYDESDALE COMMUNITY INITIATIVES
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2017

21. Reconciliation of net income to net cash flow from operating activities

	Group		Company	
	2017	2016	2017	2016
	£	£	£	£
Net income for the year	36,270	888,635	29,485	869,531
Adjustments for:				
Depreciation charges	47,143	37,127	47,143	37,127
Capital grants recognised	-	(869,306)	-	(869,306)
Investment income	-	-	(3,430)	-
Decrease/(Increase) in debtors	31,271	(67,182)	23,736	(5,842)
(Decrease)/Increase in creditors	(94,598)	69,580	(41,338)	13,033
Net cash provided by operating activities	20,086	58,854	55,596	44,543

22. Related party transactions

Exemption has been taken under FRS 102 section 33: 'Related Party Disclosures' paragraph 33.1A from disclosing group related transactions as the entire share capital and voting rights of all subsidiaries are held within the group.

Trustee remuneration is disclosed at note 9. Insurances policies include trustee indemnity insurance cover for all of the trustees.

There were no other transactions with related parties.

23. Ultimate controlling party

The trustees are of the opinion that there is no ultimate controlling party.

24. Other professional services provided by the auditor

In common with many other businesses of our size and nature we use our auditor to assist with the preparation of the financial statements.

25. Company status

Clydesdale Community Initiatives is a company limited by guarantee and the contribution of members to the liability of the Company is restricted by the Memorandum and Articles of Association to a maximum of £1. The company is registered in Scotland.

26. Agency related income and expenditure

During the year income and expenditure relating to training and employability sessions were identified as falling under an agency relationship. These amounts totalling £6,378 (2016: £nil) were collected by the parent company from Skills Development Scotland and paid over to the beneficiaries of these sessions. In accordance with the requirements of the Statement of Recommended Practice 2015, these amounts have been excluded from the income and expenditure of the charitable company. At the year end, no amounts were outstanding (2016: £nil).