

Report of the Trustees and
Financial Statements For The Year Ended 31 March 2022
for
Clydesdale Community Initiatives

Robb Ferguson
Chartered Accountants & Statutory Auditors
Regent Court
70 West Regent Street
Glasgow
G2 2QZ

Clydesdale Community Initiatives

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For The Year Ended 31 March 2022

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Report of the Trustees
For The Year Ended 31 March 2022

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 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: 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) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The 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.

Report of the Trustees
For The Year Ended 31 March 2022

STRATEGIC REPORT

Achievement and performance

Charitable activities

The priority for the board of director's remains ensuring that there are clear objectives and targets for the charity to ensure that it is meeting its charitable purposes as effectively and sustainably as possible. The board of directors continue to review and evaluate the financial performance of the organisation as a whole and have clear positions on the sustainability of all current and planned operations and to ensure that all operational plans are fit for purpose.

In pursuance of the charities core objectives the board and staff of Clydesdale Community Initiatives continue to develop social enterprise programmes and to maximise the potential of the facilities at Langloch Farm for the benefit of the local community and specifically for individuals experiencing exclusion due to illness, disability or disadvantage.

This is our opportunity to share with you the many achievements of our unique organisation. These achievements include the way in which we have risen to meet the many challenges we have faced, and how we have managed the organisation to address them.

As the organisation has been recovering both operationally and financially from the Covid pandemic, the board has actively considered its income generation strategy and set clear fundraising targets across a range of income generation activities albeit these have had to be updated regularly, up and down, to reflect the changes we had to respond to. These included sales from the workshop, botanics and Langloch Visitor Centre, training and inclusion programme sales to social care partners, and grant fundraising from trusts and foundations. The board are pleased to report that whilst changes have been made, overall the funding targets required to ensure the viability of the organisation have been met, and social care outcomes have been outstanding even in the most difficult circumstances, and CCI has continued to play an important role as a community anchor for a wide range of individuals, groups, statutory agencies and networks across Clydesdale.

Funders and partners continue to be very supportive.

It is clear that our existing social enterprise initiatives are delivering and will continue to deliver significant improvement in profitability and social impact as we continue to recover from the pandemic. In addition to maintain the existing business streams our continued investment in Langloch as a visitor centre have resulted in a huge increase in visitor numbers with an attendant impact on the financial sustainability for the organisation as a whole. These initiatives coupled with other existing streams of support ensure the continued viability and growth of CCI.

Financial review

The charitable company's results for the year are detailed in the Statement of Financial Activities on page 10. Income for the year amounted to £822,024 (2021: £538,778). After deduction of expenditure, the net movement of funds for the year was a surplus of £190,544 (2021: £19,286).

Of the £2,140,117 (2021: £1,949,573) net assets on our balance sheet, £1,883,949 (2021: £1,741,123) relates to fixed assets, primarily our property at Langloch Farm. We have £79,971 (2021: £69,923) of restricted funding which relates to grants for social care and social enterprise received in advance, and we have £176,197 (2021: £144,527) of free reserves. 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.

Reserves Policy

Our Development Fund reserve of £100,000 has been maintained in line with the Board's aim to maintain reserves to cover three months of running costs.

Report of the Trustees
For The Year Ended 31 March 2022

STRATEGIC REPORT

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, included diverse funding 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. The board reviews projections quarterly to ensure that the indicators defining the financial performance are still appropriate.

Future plans

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. The extension to our café was successfully completed in November 2021 and has been operating very effectively since then. The board continue to consider developments that will support both the social mission and financial sustainability of Clydesdale Community Initiatives and have active plans to develop the facilities at Langloch available to the community.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

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.

Induction and training of new 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.

Key management 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 South Lanarkshire Council and comparative advertised pay offers for similar roles and organisations.

Related parties

Details of transactions with related parties are set out in note 17 of the financial statements.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC323196 (Scotland)

Registered Charity number

SC035206

Report of the Trustees
For The Year Ended 31 March 2022

Registered office

Langloch Farm
Hyndford Road
Lanark
ML11 9TA

Trustees

M H Berkley
Ms L Gourlay
Ms E F R Hill
Ms M T Kealey
N MacDonald
N G P McShannon
H R A Neilson
R G Paterson
A O Walker
Ms D C Marshall (appointed 22.8.22)

Company Secretary

N G P McShannon

Auditors

Robb Ferguson
Chartered Accountants & Statutory Auditors
Regent Court
70 West Regent Street
Glasgow
G2 2QZ

Solicitors

Morison and Smith
20 Hope Street
Lanark
ML11 7NG

Bankers

The Royal Bank of Scotland plc
88 High Street
Lanark
ML11 7ET

Report of the Trustees
For The Year Ended 31 March 2022

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Clydesdale Community Initiatives for the purposes 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

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

AUDITORS

The auditors, Robb Ferguson, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 7 December 2022 and signed on the board's behalf by:

N G P McShannon - Trustee

Report of the Independent Auditors to the Members of
Clydesdale Community Initiatives

Opinion

We have audited the financial statements of Clydesdale Community Initiatives (the 'charitable company') for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its 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 requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and the provisions available for small entities, in the circumstances set out in the non-audit services provided by auditor note and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Report of the Independent Auditors to the Members of
Clydesdale Community Initiatives

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, 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, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Report of the Independent Auditors to the Members of
Clydesdale Community Initiatives

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- We identified the laws and regulations applicable to the company through discussions with directors and other management, and from our wider knowledge and experience;
- We focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, FRS 102 Statement of Recommended Practice and charity law.
- We assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- Identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- Making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- Considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations

Audit response to risks of irregularities identified

To address the risk of fraud through management bias and override of controls, we:

- Performed analytical procedures to identify any unusual or unexpected relationships;
- Tested journal entries to identify unusual transactions;
- Assessed whether judgements and assumptions made in determining the accounting estimates set out were indicative of potential bias; and
- Investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- Agreeing financial statement disclosures to underlying supporting documentation;
- Reading the minutes of meetings of those charged with governance;
- Enquiring of management as to actual and potential litigation and claims; and
- Requesting correspondence with Her Majesty's Revenue & Customs, Office of the Scottish Charity Regulator and the charity's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

Report of the Independent Auditors to the Members of
Clydesdale Community Initiatives

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Janice Alexander (Senior Statutory Auditor)
for and on behalf of Robb Ferguson
Chartered Accountants & Statutory Auditors
Regent Court
70 West Regent Street
Glasgow
G2 2QZ

9 December 2022

Clydesdale Community Initiatives

**Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
For The Year Ended 31 March 2022**

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	4	12,096	613,763	625,859	408,076
Charitable activities					
Social care income		70,376	-	70,376	73,908
Landscape and horticultural income		8,581	-	8,581	5,783
Woodworking income		26,400	-	26,400	3,856
Employability sessions		5,013	-	5,013	1,826
Education and training services		920	-	920	-
Craft income		1,817	-	1,817	1,832
Botanic income		3,598	-	3,598	3,105
Food group income		731	-	731	1,360
Tearoom income		63,487	-	63,487	31,525
Shop/merchandise sales		2,967	-	2,967	1,751
Adventure play		3,234	-	3,234	1,121
Benefit Gig		3,325	-	3,325	-
Other income		5,716	-	5,716	4,635
Total		208,261	613,763	822,024	538,778
EXPENDITURE ON					
Raising funds	6	13,694	-	13,694	11,491
Charitable activities					
Social care activities	7	177,632	440,154	617,786	508,001
Total		191,326	440,154	631,480	519,492
NET INCOME		16,935	173,609	190,544	19,286
RECONCILIATION OF FUNDS					
Total funds brought forward		191,799	1,757,774	1,949,573	1,930,287
TOTAL FUNDS CARRIED FORWARD		208,734	1,931,383	2,140,117	1,949,573

The notes form part of these financial statements

Statement of Financial Position
31 March 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	13	32,537	1,851,412	1,883,949	1,741,123
CURRENT ASSETS					
Debtors	14	15,422	-	15,422	27,628
Cash at bank and in hand		<u>177,261</u>	<u>79,971</u>	<u>257,232</u>	<u>195,431</u>
		192,683	79,971	272,654	223,059
CREDITORS					
Amounts falling due within one year	15	(16,486)	-	(16,486)	(14,609)
NET CURRENT ASSETS		<u>176,197</u>	<u>79,971</u>	<u>256,168</u>	<u>208,450</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		208,734	1,931,383	2,140,117	1,949,573
NET ASSETS		<u>208,734</u>	<u>1,931,383</u>	<u>2,140,117</u>	<u>1,949,573</u>
FUNDS	16				
Unrestricted funds				208,734	191,799
Restricted funds				<u>1,931,383</u>	<u>1,757,774</u>
TOTAL FUNDS				<u>2,140,117</u>	<u>1,949,573</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 7 December 2022 and were signed on its behalf by:

N G P McShannon - Trustee

N MacDonald - Trustee

Clydesdale Community Initiatives

Statement of Cash Flows
For The Year Ended 31 March 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	<u>269,225</u>	<u>65,685</u>
Net cash provided by operating activities		<u>269,225</u>	<u>65,685</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(207,424)</u>	<u>(51,322)</u>
Net cash used in investing activities		<u>(207,424)</u>	<u>(51,322)</u>
Cash flows from financing activities			
Capital repayments in year		<u>-</u>	<u>(2,675)</u>
Net cash provided by/(used in) financing activities		<u>-</u>	<u>(2,675)</u>
Change in cash and cash equivalents in the reporting period		<u>61,801</u>	<u>11,688</u>
Cash and cash equivalents at the beginning of the reporting period		<u>195,431</u>	<u>183,743</u>
Cash and cash equivalents at the end of the reporting period		<u>257,232</u>	<u>195,431</u>

The notes form part of these financial statements

Clydesdale Community Initiatives

Notes to the Statement of Cash Flows
For The Year Ended 31 March 2022

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022	2021
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	190,544	19,286
Adjustments for:		
Depreciation charges	64,598	62,884
Decrease/(increase) in debtors	12,206	(11,533)
Increase/(decrease) in creditors	1,877	(4,952)
Net cash provided by operations	<u>269,225</u>	<u>65,685</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.21	Cash flow	At 31.3.22
	£	£	£
Net cash			
Cash at bank and in hand	<u>195,431</u>	<u>61,801</u>	<u>257,232</u>
	<u>195,431</u>	<u>61,801</u>	<u>257,232</u>
Total	<u>195,431</u>	<u>61,801</u>	<u>257,232</u>

The notes form part of these financial statements

Clydesdale Community Initiatives

Notes to the Financial Statements **For The Year Ended 31 March 2022**

1. GENERAL INFORMATION

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.

The registered address and principle office 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.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: 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) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

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.

Going concern

The charitable company continues to receive support from its funders. 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 charitable company can meet its obligations as they fall due for the foreseeable future and as a consequence have prepared the financial statements on a going concern basis.

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.

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.

Expenditure

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

2. ACCOUNTING POLICIES - continued

Expenditure

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.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Plant and machinery	- 25% on cost
Motor vehicles	- 25% on cost

Taxation

The charity is exempt from corporation tax on its charitable activities.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

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 Statement 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 1 of FRS102. At the end of each reporting period, basic financial instruments are measured at amortised cost using the effective rate method.

Clydesdale Community Initiatives

Notes to the Financial Statements - continued
For The Year Ended 31 March 2022

2. ACCOUNTING POLICIES - continued

Financial assets are derecognised when the contractual rights to the cash flows from the 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 Statement of Financial Position and are depreciated in accordance with the charitable 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 Statement of Financial Activities evenly over the term of each agreement.

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

3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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.

4. DONATIONS AND LEGACIES

	2022	2021
	£	£
Donations	3,612	2,357
Government grants	8,484	41,045
Grants	<u>613,763</u>	<u>364,674</u>
	<u>625,859</u>	<u>408,076</u>

Clydesdale Community Initiatives

Notes to the Financial Statements - continued
For The Year Ended 31 March 2022

5. INCOME FROM CHARITABLE ACTIVITIES

	2022	2021
£		
Social care income	70,376	73,908
Landscape and horticultural income	8,581	5,783
Woodwork income	26,400	3,856
Employability sessions	5,013	1,826
Education and training services	920	-
Craft income	1,817	1,832
Botanics income	3,598	3,105
Food group income	731	1,360
Tearoom income	63,487	31,525
Shop/merchandise sales	2,967	1,751
Adventure play	3,234	1,121
Benefit Gig	3,325	-
	<u>190,449</u>	<u>126,067</u>

6. RAISING FUNDS

Other trading activities

	2022	2021
£		
Staff costs	11,738	9,605
Premises costs	1,689	1,678
Office costs	267	208
	<u>13,694</u>	<u>11,491</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Social care activities	<u>611,836</u>	<u>5,950</u>	<u>617,786</u>

Clydesdale Community Initiatives

Notes to the Financial Statements - continued
For The Year Ended 31 March 2022

8. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Social care activities	<u>850</u>	<u>1,705</u>	<u>3,395</u>	<u>5,950</u>

9. NET INCOME/(EXPENDITURE)

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

	2022 £	2021 £
Auditors' remuneration	3,395	3,395
Depreciation	<u>64,598</u>	<u>62,844</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

Trustees' remuneration for the year ended 31 March 2022 was £48,151 (2021: £46,844).

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

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

11. STAFF COSTS

	2022 £	2021 £
Wages and salaries	391,264	320,098
Social security costs	25,386	21,015
Other pension costs	<u>10,112</u>	<u>8,308</u>
	<u>426,762</u>	<u>349,421</u>

The average monthly number of employees during the year was as follows:

	2022	2021
Employees	<u>27</u>	<u>20</u>

No employees received emoluments in excess of £60,000.

Clydesdale Community Initiatives

Notes to the Financial Statements - continued
For The Year Ended 31 March 2022

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	43,402	364,674	408,076
Charitable activities			
Social care income	73,908	-	73,908
Landscape and horticultural income	5,783	-	5,783
Woodworking income	3,856	-	3,856
Employability sessions	1,826	-	1,826
Craft income	1,832	-	1,832
Botanic income	3,105	-	3,105
Food group income	1,360	-	1,360
Tearoom income	31,525	-	31,525
Shop/merchandise sales	1,751	-	1,751
Adventure play	1,121	-	1,121
Other income	4,635	-	4,635
Total	<u>174,104</u>	<u>364,674</u>	<u>538,778</u>
EXPENDITURE ON			
Raising funds	11,491	-	11,491
Charitable activities			
Social care activities	109,737	398,264	508,001
Total	<u>121,228</u>	<u>398,264</u>	<u>519,492</u>
NET INCOME/(EXPENDITURE)	52,876	(33,590)	19,286
RECONCILIATION OF FUNDS			
Total funds brought forward	138,923	1,791,364	1,930,287
TOTAL FUNDS CARRIED FORWARD	<u>191,799</u>	<u>1,757,774</u>	<u>1,949,573</u>

Clydesdale Community Initiatives

Notes to the Financial Statements - continued
For The Year Ended 31 March 2022

13. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Motor vehicles £	Totals £
COST				
At 1 April 2021	1,848,600	104,708	105,224	2,058,532
Additions	198,291	9,133	-	207,424
Disposals	-	-	(2,700)	(2,700)
At 31 March 2022	<u>2,046,891</u>	<u>113,841</u>	<u>102,524</u>	<u>2,263,256</u>
DEPRECIATION				
At 1 April 2021	173,311	69,844	74,254	317,409
Charge for year	34,798	15,749	14,051	64,598
Eliminated on disposal	-	-	(2,700)	(2,700)
At 31 March 2022	<u>208,109</u>	<u>85,593</u>	<u>85,605</u>	<u>379,307</u>
NET BOOK VALUE				
At 31 March 2022	<u>1,838,782</u>	<u>28,248</u>	<u>16,919</u>	<u>1,883,949</u>
At 31 March 2021	<u>1,675,289</u>	<u>34,864</u>	<u>30,970</u>	<u>1,741,123</u>

Freehold Property 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.

RBS Group Micro Finance Fund also holds a floating charge over the property and assets of the company.

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade debtors	11,918	23,290
Other debtors	100	100
VAT	-	834
Prepayments	<u>3,404</u>	<u>3,404</u>
	<u>15,422</u>	<u>27,628</u>

Clydesdale Community Initiatives

Notes to the Financial Statements - continued
For The Year Ended 31 March 2022

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	10,078	4,151
Social security and other taxes	-	5,345
VAT	1,048	-
Deferred income	1,860	1,613
Accrued expenses	3,500	3,500
	<u>16,486</u>	<u>14,609</u>

16. MOVEMENT IN FUNDS

	At 1.4.21	Net movement in funds	At 31.3.22
	£	£	£
Unrestricted funds			
General fund	156,799	16,935	173,734
Development Fund	35,000	-	35,000
	<u>191,799</u>	<u>16,935</u>	<u>208,734</u>
Restricted funds			
Henry Smith Foundation	3,225	67	3,292
SSE	-	79,200	79,200
Big Lottery - social enterprise	718	(718)	-
Scottish Natural Heritage	33,544	(33,544)	-
Big Lottery - large grants	26,436	(26,436)	-
Leader	6,692	(2,171)	4,521
UK Steel	2,425	(50)	2,375
Langloch Farm	1,604,523	(31,113)	1,573,410
Garfield Weston	-	19,800	19,800
Levenscat	-	4,753	4,753
Leader Streetscape	48,084	(992)	47,092
Renewable Energy Fund	16,897	(696)	16,201
Climate Change Fund - Capital	15,230	(4,939)	10,291
Big Lottery - Covid Uplift	-	4,521	4,521
Big Lottery - Greener	-	27,889	27,889
Outdoor Gardening	-	12,500	12,500
Communities Mental Health	-	28,479	28,479
D'Oyle Carte	-	3,290	3,290
The Edward Gosling Foundation	-	9,900	9,900
Renewable Energy Main Fund	-	83,869	83,869
	<u>1,757,774</u>	<u>173,609</u>	<u>1,931,383</u>
TOTAL FUNDS	<u>1,949,573</u>	<u>190,544</u>	<u>2,140,117</u>

Clydesdale Community Initiatives

Notes to the Financial Statements - continued
For The Year Ended 31 March 2022

16. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	208,261	(191,326)	16,935
Restricted funds			
Henry Smith Foundation	91,700	(91,633)	67
SSE	80,000	(800)	79,200
Big Lottery - social enterprise	-	(718)	(718)
Integrated Care Fund	50,128	(50,128)	-
Scottish Natural Heritage	-	(33,544)	(33,544)
Big Lottery - large grants	-	(26,436)	(26,436)
Leader	-	(2,171)	(2,171)
UK Steel	-	(50)	(50)
Langloch Farm	-	(31,113)	(31,113)
Investment in Community	47,669	(47,669)	-
Garfield Weston	20,000	(200)	19,800
Levensat	5,564	(811)	4,753
Leader Streetscape	-	(992)	(992)
Renewable Energy Fund	-	(696)	(696)
Climate Challenge Fund	79,643	(79,643)	-
Climate Change Fund - Capital	-	(4,939)	(4,939)
Big Lottery - Covid Uplift	9,178	(4,657)	4,521
Big Lottery - Greener	55,778	(27,889)	27,889
Green Health Community	10,000	(10,000)	-
Community Based Adult Learning Recovery Fund	5,920	(5,920)	-
Recovery Through Enterprise	9,379	(9,379)	-
Outdoor Gardening	12,500	-	12,500
Communities Mental Health	28,479	-	28,479
D'Oyle Carte	3,290	-	3,290
The Edward Gosling Foundation	10,000	(100)	9,900
Renewable Energy Main Fund	84,716	(847)	83,869
Leader - Revenue	5,636	(5,636)	-
Levensat - Revenue	4,183	(4,183)	-
	<u>613,763</u>	<u>(440,154)</u>	<u>173,609</u>
TOTAL FUNDS	<u>822,024</u>	<u>(631,480)</u>	<u>190,544</u>

Clydesdale Community Initiatives

Notes to the Financial Statements - continued
For The Year Ended 31 March 2022

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	103,923	52,876	156,799
Development Fund	35,000	-	35,000
	<u>138,923</u>	<u>52,876</u>	<u>191,799</u>
Restricted funds			
Henry Smith Foundation	17,200	(13,975)	3,225
Robertson Trust	2,583	(2,583)	-
Big Lottery - social enterprise	-	718	718
Scotmid - defibrillators	115	(115)	-
Scottish Natural Heritage	3,888	29,656	33,544
Big Lottery - large grants	26,436	-	26,436
Leader	-	6,692	6,692
UK Steel	2,475	(50)	2,425
Langloch Farm	1,635,636	(31,113)	1,604,523
Agnes Hunter	5,237	(5,237)	-
Investment in Community	23,140	(23,140)	-
HLF	3,333	(3,333)	-
Garfield Weston	5,000	(5,000)	-
Leader Streetscape	49,076	(992)	48,084
Renewable Energy Fund	17,245	(348)	16,897
Climate Change Fund - Capital	-	15,230	15,230
	<u>1,791,364</u>	<u>(33,590)</u>	<u>1,757,774</u>
TOTAL FUNDS	<u><u>1,930,287</u></u>	<u><u>19,286</u></u>	<u><u>1,949,573</u></u>

Clydesdale Community Initiatives

Notes to the Financial Statements - continued
For The Year Ended 31 March 2022

16. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	174,104	(121,228)	52,876
Restricted funds			
Henry Smith Foundation	19,350	(33,325)	(13,975)
Robertson Trust	7,750	(10,333)	(2,583)
Big Lottery - social enterprise	54,309	(53,591)	718
Scotmid - defibrillators	-	(115)	(115)
Integrated Care Fund	16,683	(16,683)	-
Scottish Natural Heritage	63,176	(33,520)	29,656
Leader	21,832	(15,140)	6,692
Rank Foundation	20,000	(20,000)	-
UK Steel	-	(50)	(50)
Langloch Farm	-	(31,113)	(31,113)
Agnes Hunter	-	(5,237)	(5,237)
Investment in Community	23,140	(46,280)	(23,140)
HLF	20,000	(23,333)	(3,333)
Garfield Weston	-	(5,000)	(5,000)
Self Management Fund	10,765	(10,765)	-
Leader Streetscape	-	(992)	(992)
Renewable Energy Fund	933	(1,281)	(348)
Climate Challenge Fund	47,990	(47,990)	-
Climate Change Fund - Capital	19,758	(4,528)	15,230
Well Being Fund	11,097	(11,097)	-
Strathclyde Regional Council	1,400	(1,400)	-
Big Lottery - Covid Uplift	26,491	(26,491)	-
	<u>364,674</u>	<u>(398,264)</u>	<u>(33,590)</u>
TOTAL FUNDS	<u>538,778</u>	<u>(519,492)</u>	<u>19,286</u>

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

The Big Lottery supports the establishment of a microbusiness social enterprise run by and for individuals recovering from long term health issues.

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.

South Lanarkshire Leader and Renewable Energy along with UK Steel contributed towards the development of our new woodmill shed.

Langloch Farm funds represent historical capital grants with ongoing restrictions.

Clydesdale Community Initiatives

Notes to the Financial Statements - continued
For The Year Ended 31 March 2022

16. MOVEMENT IN FUNDS - continued

The Investing in Communities fund supports our food poverty work through partnership with other projects.

The Self-Management Fund support wellness recovery for people with long term mental health illnesses.

The Climate Challenge Fund has supported the Keeping Scotland Beautiful project.

SSE provided funding for the construction of an extension to our barn facility to create a café open to the public. The café will also create new employment and training opportunities for CCI participants.

The REF provided funding for the construction of an extension to our barn facility to create a café open to the public. The café will also create new employment and training opportunities for CCI participants.

The Edward Gosling Foundation provided funding for the construction of an extension to our barn facility to create a café open to the public. The café will also create new employment and training opportunities for CCI participants.

The Big Lottery Together for Our Planet Funding supported us to work with individuals and groups to respond to the climate crisis in our local community

The Garfield Weston Foundation provided funding for the construction of an extension to our barn facility to create a café open to the public. The café will also create new employment and training opportunities for CCI participants.

The Levenseat Trust provided funding for the equipment and fit out of an extension to our barn facility to create a café open to the public. The café will also create new employment and training opportunities for CCI participants

The Leader Streetscape project supported the construction of our Big Shed which was completed in early 2020

The D'oye Carte Charitable Trust funding supported the construction of an Outdoor Classroom and learning through nature programme application.

The Lanarkshire Green Health Partnership (Outdoor gardening) provided funding to support our work with volunteers and patients within NHS Lanarkshire hospitals

Community Mental Health and Wellbeing Funding enables us to deliver a number of programmes of outdoor Recovery for Better Mental Health

17. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2022.

Clydesdale Community Initiatives

Notes to the Financial Statements - continued
For The Year Ended 31 March 2022

18. NON-AUDIT SERVICES PROVIDED BY AUDITOR

In common with other companies of our size we use our auditor to assist with the preparation of the financial statements.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.