

**Charity number: SC039640**  
**Company number: SC293485**

**Sunart Community Company**  
**(A company limited by guarantee)**

**Directors' report and financial statements**

**for the year ended 31 March 2018**

**Sunart Community Company**  
**(A company limited by guarantee)**

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**Sunart Community Company**  
**(A company limited by guarantee)**

**Legal and administrative information**

**Charity number** SC039640

**Company registration number** SC293485

**Registered office** Creag Ard  
5 Longrigg Road  
Strontian  
Acharacle  
PH36 4HY

**Directors**

David Michael Williams Barker  
Louise Elizabeth Cameron  
James Russell Hilder  
John Anthony Jones  
Janice Lundie MacKinnon  
John Tyldsley  
Christopher John Millar-Craig  
Catherine Durnam Campbell  
Kate Morag Proctor  
Joan Madden

Appointed 20 May 2017

Peter David Grubb  
Richard Laybourne  
Robert MacNaughton Dunn

Resigned 18 June 2018  
Resigned 20 May 2017  
Resigned 20 May 2017

**Secretary**

John Anthony Jones

Appointed 5 June 2017

**Accountants**

R A Clement Associates  
Chartered Accountants  
5 Argyll Square  
Oban  
Argyll  
PA34 4AZ

**Sunart Community Company**  
**(A company limited by guarantee)**

**Report of the directors (incorporating the trustees' report)**  
**for the year ended 31 March 2018**

The directors present their report and the financial statements for the year ended 31 March 2018. The directors, who are also trustees of Sunart Community Company for the purposes of charity law and who served during the year and up to the date of this report are set out on page 1.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006 and 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 published on 16 July 2014 (FRS 102).

**Structure, governance and management**

The company is managed by a Board of Directors who are elected to the Board in accordance with the procedures outlined in the company's Articles of Association. The Sunart Community Council and the Strontian Angling Association each have a seat on the Board. Up to three directors also may be co-opted by the Board to serve until the date of the next AGM. Directors are provided with an induction pack, and sign up to a Code of Conduct and provide a register of interests to promote transparency.

The directors set the strategy and policy of the company, and generally control and supervise the company's activities, monitor its financial position. During 2017-2018 there were two part-time employees (the equivalent of one full-time employee) line managed by two directors, responsible for the day-to-day management of company business on behalf of the Board of Directors.

The members of the company consist of the subscribers who are ordinary members. Ordinary members are those who are over 18 years of age, (although this was lowered to 16 years in February 2018\*), who are ordinarily resident in the community, are on the electoral register and who support the objectives of the company. There was no annual Membership fee for 2017 - 2018. The company must maintain no fewer than 20 members. It currently has 176 residents listed as Ordinary Members.

[ \*On the 13th February 2018 an Extraordinary General Meeting (EGM) was called to revise and update the Sunart Community Company Articles of Association in line with the Community Empowerment (Scotland) Act 2015, to enable it to register for a Community Right To Buy if required. ]

***Risk***

The directors have conducted their own review of the major risks to which the charity is exposed and systems have been established to mitigate those risks.

***Reserves***

The policy of the charity is to retain sufficient funds required to meet the ongoing running costs in respect of insurance costs, levies etc. The Board is of the opinion that the balances held at the year-end by the charity were prudent to ensure that these commitments could be met.

**Sunart Community Company**  
**(A company limited by guarantee)**

**Report of the directors (incorporating the trustees' report)**  
**for the year ended 31 March 2018**

**Aims and objectives**

As stated at the last AGM, the objectives of the charity are to manage community land and associated assets for the benefit of the Community and the public in general as an important part of the protection and sustainable development of Scotland's natural environment.

In this context "sustainable development" means development that meets the needs of the present without compromising the ability of future generations to meet their own needs.

Following on from the EGM on the 13th February, at their meeting on the 21st February 2018, the Board "confirmed their policy regarding the Company's response to the sale of publicly owned land or property. (Public refers to land owned by Highland Council, NHS Highland, HIE, Forestry Commission, Visit Scotland, Scottish Water, Scottish Government or any associated bodies.)

It is the position of the Board that it does not generally wish to see publicly owned assets sold into private ownership. If company can use its legal structure and relevant legislation to secure that asset for future generations it will attempt to do so, where resources and prevailing circumstances allow. When the Board becomes aware of a sale or potential sale it will consider whether that property offers a strategic or operational fit with the aims of the Company and or the Sunart Community Action Plan (sometimes referred to as the CADISPA report.)

If so, it will consider undertaking an initial or detailed feasibility study to confirm the potential for asset purchase. Please note this policy does not imply that every property will be purchased, but confirms the intention of the incumbent Board to examine the potential for each property, as part of its duty to future generations. Where the asset acquisition appears to offer limited opportunity, viability or prevailing resources prevent acquisition, then no action will be taken."

In furtherance of its aims and objectives, the company initiated and participated in a number of community based projects during the year and also organised several fundraising ventures in support of the aims.

**The work of the company has been grouped under three key activities;**

**Capacity Building and enhanced facilities for the community**  
**Fundraising, income generation**  
**Sunart Community Benefit Fund (CBF)**

***Capacity Building and Enhanced Facilities for the Community***

The Community Company seeks to work closely with the Sunart Community Council to develop services and facilities for the community. The Sunart Community Council are not permitted to own assets, however where land and, or facilities in the public or government ownership are offered for sale they may ask the Community Company to explore the community benefit, feasibility and viability for the community.

The Community Company have been asked to do this on a number of occasions: when the Forestry Commission offered to sell the Longrigg Plantation; land at Glen Hurich and property and buildings in Polloch and with the Highland Council wanting to dispose of the land adjoining the jetty and slipway and the 'Teddy Bears Picnic' opposite the Monument Park entrance. The Glen Hurich land and the property in Polloch were not pursued.

The Visitor Information Centre was closed last autumn and the Company were asked to pursue a community acquisition through a 'community right to buy'. Hopefully, we are in the process of approaching the final stages of the acquisition.

**Sunart Community Company**  
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**Report of the directors (incorporating the trustees' report)**  
**for the year ended 31 March 2018**

***Other items include:***

Paths, Maps and Trails Group obtained a grant from Paths for All for work on the path from the Strontian Hotel to the Village Green; the Back Road path along the river, Longrigg Burn and the path to Ard na Staing Beach

Loch Development Group sought to acquire three visitor moorings. It is with some regret that the transfer of the jetty and lease for the jetty, slipway and moorings is proving slow.

***Longrigg Woodland:***

The contract for the feasibility and viability study of a community buy-out of is currently is proceeding

***Heritage***

The Floating Church Anchor will be lifted once funding can be secured. It is necessary to find a conservator able to do the stabilising work and a suitable location to display the anchor. Perhaps if the Visitor Information Centre is acquired this could be a possible location

Community Building included in this heading are a pool, possible heritage centre, and a Men's Shed

***Fisheries/Angling***

Fisheries, Angling: The young fish in the hatchery didn't survive unfortunately due to problems beyond our control. However, Peter Madden will electro fish to obtain a batch of eggs this year so the process can start again. The fishing permits for the Strontian River and Loch Doilet continue. The Boats on Loch Doilet required attention.

***Current Assets:***

Old School House Plot: at the EGM the discussion and possible ideas for this potential use are: Benches; pathways; amenity planting; shelter/ woodland classroom; play equipment; outdoor gym; orchard and fruit trees; tree nursery; gate to Phemies Trail. The Paths Group have taken this under their wing.

Composting Site: again at the EGM this was identified as the best location for a Men's Shed Building

Community Greenhouse: there are proposals to make this a more useful and accessible resource and it is ideally situated in the centre of the community, adjacent to the Men's Shed location and near the Community Woodland Plot .

**Sunart Community Company**  
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**Report of the directors (incorporating the trustees' report)**  
**for the year ended 31 March 2018**

***Fundraising, Income Generation:***

The Sunart Agricultural Show, where the Company host a Burger Stall and the Christmas Auction are the two main fundraising activities. In 2017 these events raised over £2,400 so we would like to thank all customers, supporters and donors for your help.

As the Company develops there is the need to explore and develop further options and activities. If the Visitor Information Centre can be acquired it will be a location for local businesses, artists and activity providers to display and promote their goods and services. An initial survey held over the winter identified potential customers. The aim of the Company is that the various activities being developed on behalf of the community should generate an income sufficient to cover the running costs, and perhaps with a little spare to aid further development.

The Board continue to look for ways to fundraise and generate additional income to develop a sustainable company and to allow for development. Suggestions under consideration for 2018 include developing a "Friends of" network, with a Friends of Sunarts' Coast and Waters being launched in the summer 2018. Another avenue is to ask for donations from Members, jetty users and visitors.

***LDO and Volunteering***

We also must not overlook the important and value of volunteering and volunteer support. Volunteer days worked help the Company evidence the local support and commitment, and this does count with providers when we are applying for grants and funding. So, please get involved with something that interests you, of out of civic pride or just to have a good blether with other volunteers and a cup of tea and cake at the end. Volunteering can and does have a massive impact as the Burger Stall and Christmas Auction shows. And so on behalf of the Company, a big thank you to everyone who has volunteered. It is genuinely much appreciated,

Highlands and Island Enterprises (HIE) fund the two part-time development officers, who have been crucial in allowing the Company to hold meetings, consultation events, organising working party days, providing support to different activity groups groups in and around the community. The funding is due to end in July 2018 and so it is vital to pursue alternative funding and increase the Company's capacity to generate income. In the interim we are grateful to the Sunart Community Benefit Fund Panel for their support.

***Sunart Community Benefit Fund (CBF)***

The Community Company helps distribute and audit profits donated by Sunart Community Renewables and in this period £45,000 was received for allocation by the Sunart Community Benefit Panel.

During this period the Community Benefit Fund Panel met in September 2017 and again in March 2018 and awarded a total of £34,255. Recipients being: in September 2017 Strontian Church; Sunart Community Company; Sunart Paths Network; Sunart Archives and in March 2018: Strontian Primary Trip; Three Lochs Book & Arts Festival; Loch Development; Visitor Information Purchase; SCC Wages; Strontian Church Roof Repair; Nepal Trip Vaccinations.

(The fund was initially the Sunart Common Good Fund, however, the name was changed to Community Benefit Fund to avoid confusion with other legal structures associated with 'common good'.)

The Directors are grateful for the time and consideration that the SCBF Panel volunteers put into their decision making!

**Sunart Community Company**  
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**Report of the directors (incorporating the trustees' report)**  
**for the year ended 31 March 2018**

***Networking and Promotion***

From the workshop with Company Directors and Community Councillors held in the last report period it was agreed that the strategic vision for the Company and community being to strive for: "A socially and economically inclusive environment which adapts to change in a sustainable and dynamic way creating a resilient community." Summarised as: Keeping Sunart a great place to live, work and visit. The Mission for Sunart, that is how do we achieve the Vision, is by us "All working together building a strong community for the future". This continues to be the guiding principle we seek to apply.

The Company are members of the Development Trusts Association Scotland (DTAS) and the Community Woodlands Association. As already mentioned the Company works closely with the Sunart Community Council to assist where practicable. Directors have attended meetings associated with the campaign to reopen Dail Mhor House and 'transition' meetings looking at the move from the old to the new Primary School, so connections with Highland Council are being developed. We attracted international interest with visitors from community development organisations in Australia and Canada and locally, the Social Enterprise Academy.

**Looking to the Future**

The Company directors will schedule a planning meeting to review performance and achievements and revisiting the CADISPA outcomes and Community Plan to consider what the focus should be for the coming twelve months. If the Visitor Information Centre proceeds there will certainly be meetings and consultations. We hope to be able to make further progress with the Paths and Loch Development groups. A river path on the Anaheilt side of the river has been asked for and the Old School House Plot and a Men's Shed on the compost site have been identified at the EGM for further development. The situation with Dail Mhor and the future of the old Primary School are also clearly something about which the community is deeply concerned.

**Trustees' responsibilities in relation to the financial statements**

The directors (who are also trustees of Sunart Community Company under charity law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors 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 these financial statements, the directors are required to:

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

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and which 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.



**Sunart Community Company**  
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**Report of the directors (incorporating the trustees' report)**  
**for the year ended 31 March 2018**

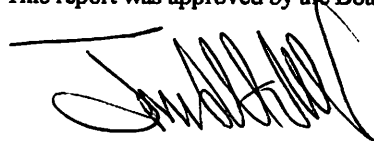
The directors are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Fiona McGlynn of R A Clement Associates was deemed to be reappointed as independent examiner and the directors recommend that Fiona McGlynn remains in office until further notice.

**Small company provisions**

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

This report was approved by the Board on 23/10/18 and signed on its behalf by



**James Russell Hilder**  
**Director**

**Sunart Community Company**  
**(A company limited by guarantee)**

**Independent examiner's report to the directors on the unaudited financial statements of Sunart Community Company.**

I report on the accounts for the year ended 31 March 2018 set out on pages 2 to 21.

This report is made to the charity's Trustees in accordance with the terms of my engagement. My work has been undertaken to enable me to prepare the financial statements on behalf of the charity's Trustees and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees, as a body, for my work or this report.

**Respective responsibilities of trustees and independent examiner**

The charity's trustees (who are also the directors of the company for purposes of company law) are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 (the Act) and the Charities Accounts (Scotland) Regulations 2006 (as amended). The charity's trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act, and to state whether particular matters have come to my attention.

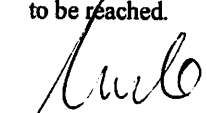
**Basis of Independent examiner's statement**

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

**Independent examiner's statement**

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

1. which gives me reasonable cause to believe that in any material respect the requirements:
  - to keep accounting records in accordance with Section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Regulations
  - to prepare accounts which agree with the accounting records and comply with Regulation 8 of the 2006 Regulationshave not been met, or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

.....  
  
**Fiona McGlynn**  
**Chartered Accountant**  
**Independent examiner**

23/10/18  
.....  
**Date**

**Of R A Clement Associates**  
**5 Argyll Square**  
**Oban**  
**Argyll**  
**PA34 4AZ**

**Sunart Community Company**  
**(A company limited by guarantee)**  
**Statement of financial activities (incorporating the income and expenditure account)**  
**For the year ended 31 March 2018**

	Notes	Unrestricted funds	Restricted funds	Designated funds	2018 Total	Unrestricted funds	Restricted funds	Designated funds	2017 Total
		£	£	£	£	£	£	£	£
<b>Income from:</b>									
Donations and grants	2	1,737	61,050	-	62,787	1,400	74,208	-	75,608
Charitable activities	4	1,793	-	-	1,793	1,872	-	-	1,872
Fundraising activities	3	2,957	-	-	2,957	2,834	700	-	3,534
Other		15	-	-	15	15	-	-	15
<b>Total income</b>		<u>6,502</u>	<u>61,050</u>	<u>-</u>	<u>67,552</u>	<u>6,121</u>	<u>74,908</u>	<u>-</u>	<u>81,029</u>
<b>Expenditure on:</b>									
Raising funds		892	-	-	892	994	-	-	994
Charitable activities	5, 6	3,155	44,530	800	48,485	10,270	53,201	800	64,271
<b>Total expenditure</b>		<u>4,047</u>	<u>44,530</u>	<u>800</u>	<u>49,377</u>	<u>11,264</u>	<u>53,201</u>	<u>800</u>	<u>65,265</u>
<b>Net income/(expenditure)</b>		<u>2,455</u>	<u>16,520</u>	<u>(800)</u>	<u>18,175</u>	<u>(5,143)</u>	<u>21,707</u>	<u>(800)</u>	<u>15,764</u>
Transfers between funds		(284)	284	-	-	420	(420)	-	-
<b>Net movement in funds</b>		<u>2,171</u>	<u>16,804</u>	<u>(800)</u>	<u>18,175</u>	<u>(4,723)</u>	<u>21,287</u>	<u>(800)</u>	<u>15,764</u>
<b>Reconciliation of funds:</b>									
Total funds brought forward		2,556	98,473	38,400	139,429	7,279	77,186	39,200	123,665
<b>Total funds carried forward</b>		<u>4,727</u>	<u>115,277</u>	<u>37,600</u>	<u>157,604</u>	<u>2,556</u>	<u>98,473</u>	<u>38,400</u>	<u>139,429</u>

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

All income and expenditure derive from continuing activities.

The notes on pages 12 to 21 form an integral part of these financial statements.

**Sunart Community Company**  
**(A company limited by guarantee)**

**Balance sheet**  
**as at 31 March 2018**

**SC293485**

	Notes	£	2018 £	£	2017 £
<b>Fixed assets</b>					
Tangible assets	11		119,086		118,493
Investments	12		400		400
			<u>119,486</u>		<u>118,893</u>
<b>Current assets</b>					
Debtors	13	15,607		9,714	
Cash at bank and in hand		38,141		17,362	
		<u>53,748</u>		<u>27,076</u>	
<b>Creditors: amounts falling due within one year</b>	14	(15,630)		(6,540)	
<b>Net current assets</b>			<u>38,118</u>		<u>20,536</u>
<b>Net assets</b>			<u>157,604</u>		<u>139,429</u>
<b>Funds</b>	15				
Designated funds			37,600		38,400
Restricted income funds			115,277		98,473
Unrestricted income funds			4,727		2,556
<b>Total funds</b>			<u>157,604</u>		<u>139,429</u>

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

The directors' statements required by s475(2) and s475(3) are shown on the following page which forms part of the Balance Sheet.

**The notes on pages 12 to 21 form an integral part of these financial statements.**

**Sunart Community Company**  
**(A company limited by guarantee)**

**Balance sheet (continued)**

SC293485

**Directors statements required by the Companies Act 2006**  
**for the year ended 31 March 2018**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by section 477 of the Companies Act 2006 ;

(b) that no notice has been deposited at the registered office of the company pursuant to section 476 of the Companies Act 2006 requesting that an audit be conducted for the year ended 31 March 2018.

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps proper accounting records which comply with section 386 of the Companies Act 2006, and

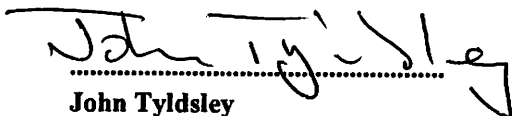
(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its surplus or deficit for the year then ended in accordance with the requirements of sections 394 and 395, and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

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

The financial statements were approved by the board on

23/10/18

and signed on its behalf by



**John Tyldsley**  
**Director**

**The notes on pages 12 to 21 form an integral part of these financial statements.**

**Sunart Community Company**  
**(A company limited by guarantee)**

**Notes to financial statements**  
**for the year ended 31 March 2018**

**Legal Status of the charity**

The charity is constituted as a company limited by guarantee and is governed in accordance with its Memorandum and Articles of Association. The company was accorded charitable status on 10th June 2008.

**1. Accounting policies**

The principal accounting policies adopted are summarised below.

**1.1. Basis of preparation and assessment of going concern.**

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

The financial statements have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended) as well as the Companies Act 2006, and 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) (issued on 16 July 2014 and effective January 2015).

The charity meets the definition of a public benefit entity as defined by FRS 102.

The directors, who are the trustees of the charity under charity law, consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

**1.2. Incoming resources**

Income is recognised in the statement of financial activities when the charity is entitled to the income, any performance conditions attached have been met, it is probable that the income will be received and the amount can be quantified with reasonable accuracy. Such income is only deferred when the donor specifies performance conditions which must be met before the charity has unconditional entitlement. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.

Grants, including grants for the purchase of fixed assets, are recognised in full in the statement of financial activities in the year in which they are receivable.

Income from investments is included in the year in which it is receivable.

**Sunart Community Company**  
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**Notes to financial statements**  
**for the year ended 31 March 2018**

**1.3. Resources expended**

Expenditure is recognised when there is a legal or constructive obligation committing the charity to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be reliably measured.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated on an appropriate basis to the various activities of the charity. Where costs cannot be allocated directly, they are apportioned to categories on the basis of a reasonable estimate of the costs.

Fundraising costs are those incurred in generating income from various activities and do not include the costs of disseminating information in support of the charitable activities.

Governance costs include those costs necessary for the board to fulfil its constitutional and statutory obligations and are now included as support costs included in charitable activities.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

The charity is not registered for VAT and accordingly expenditure includes all vat which is irrecoverable.

**1.4. Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	Not depreciated
Fixtures, fittings and equipment	-	25% straight line
Land for Turbine House	-	2% straight line

**1.5. Investments**

Investments held as fixed assets consist of shares in a subsidiary company and a community benefit society and are held in the balance sheet at cost.

**1.6. Financial Instruments**

The charity has only financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and are subsequently measured at their settlement value with the exception of bank loans which are measured at amortised cost using the effective interest rate method.

**Sunart Community Company**  
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**Notes to financial statements**  
**for the year ended 31 March 2018**

**2. Donations and grants**

	<b>Unrestricted funds £</b>	<b>Restricted funds £</b>	<b>2018 Total £</b>	<b>2017 Total £</b>
Donations	46	560	606	2,038
Sunart Community Council footpath donations	-	500	500	-
Awards for All	-	-	-	5,000
Highlands & Islands Enterprise - Jetty and land	1,691	-	1,691	-
Ninevah Trust- Fisheries Project	-	-	-	2,050
HIE - LDO	-	12,290	12,290	25,520
SCR - Community fund	-	45,000	45,000	41,000
FCS Longrigg valuation grant	-	1,200	1,200	-
Paths for all	-	1,500	1,500	-
	<u>1,737</u>	<u>61,050</u>	<u>62,787</u>	<u>75,608</u>

**3. Fundraising activities**

	<b>Unrestricted funds £</b>	<b>2018 Total £</b>	<b>2017 Total £</b>
Fundraising Auction	1,480	1,480	1,934
Fundraising Barbeque	1,477	1,477	900
Sundry other fundraising	-	-	700
	<u>2,957</u>	<u>2,957</u>	<u>3,534</u>

**4. Charitable activities**

	<b>Unrestricted funds £</b>	<b>2018 Total £</b>	<b>2017 Total £</b>
Boat Hire and permits	1,093	1,093	1,872
Mooring fees	700	700	-
	<u>1,793</u>	<u>1,793</u>	<u>1,872</u>



**Sunart Community Company**  
**(A company limited by guarantee)**

**Notes to financial statements**  
**for the year ended 31 March 2018**

**5. Costs of charitable activities - by fund type**

	<b>Unrestricted funds £</b>	<b>Restricted funds £</b>	<b>Designated funds £</b>	<b>2018 Total £</b>	<b>2017 Total £</b>
General Development/Overheads	2,458	38,674	800	41,932	57,999
Fisheries Project	-	1,620	-	1,620	5,520
Anchor project	-	-	-	-	356
Strontian primary school build	-	-	-	-	370
Moorings	697	-	-	697	-
Other activities	-	4,236	-	4,236	-
	<u>3,155</u>	<u>44,530</u>	<u>800</u>	<u>48,485</u>	<u>64,245</u>

**6. Costs of charitable activities - by activity**

	<b>Activities undertaken directly £</b>	<b>Grant funding activities £</b>	<b>2018 Total £</b>	<b>2017 Total £</b>
General Development/Overheads	31,432	10,500	41,932	57,999
Fisheries Project	1,620	-	1,620	5,520
Anchor project	-	-	-	356
Strontian primary school build	-	-	-	370
Moorings	697	-	697	-
Other activities	4,236	-	4,236	-
	<u>37,985</u>	<u>10,500</u>	<u>48,485</u>	<u>64,245</u>

Costs of grant funding activities in the year were donations made to local groups via the Sunart Community Fund Panel of £10,500. The groups that were awarded grants in the year were:

Strontian Church  
 Strontian Primary Trip  
 Three Lochs Festival  
 Strontian Church Roof Repair  
 Nepal Trip Vaccinations

**7. Charges and finance costs**

	<b>2018 Total £</b>	<b>2017 Total £</b>
Office expenses - Other	-	26
	<u>-</u>	<u>26</u>

**Sunart Community Company**  
**(A company limited by guarantee)**

**Notes to financial statements**  
**for the year ended 31 March 2018**

**8. Net incoming resources for the year**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Net incoming resources is stated after charging:		
Depreciation and other amounts written off tangible fixed assets	1,098	1,098
Examiner's/Auditors' remuneration	<u>1,500</u>	<u>1,440</u>

**9. Employees**

<b>Employment costs</b>	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Wages and salaries	<u>27,832</u>	<u>18,313</u>

No employee received emoluments of more than £60,000 (2017 : None).

**Number of employees**

The average monthly numbers of employees (excluding the directors) during the year, was as follows:

<b>2018</b>	<b>2017</b>
<b>Number</b>	<b>Number</b>
<u>2</u>	<u>2</u>

**Key Management Personnel**

The key management personnel of the charity are the Board of Trustees. No key management personnel were remunerated in the year.

**Trustees' expenses and remuneration**

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

**10. Taxation**

The charity is a charitable company within the meaning of the Finance Act 2010. Accordingly the charity's activities fall within the exemptions from taxation in respect of income or capital gains afforded by the provisions of the Corporation Taxes Act 2010 and the Taxation of Chargeable Gains Act 1992 to the extent that such income or gains are applied for charitable purposes. As a result, there is no taxation charge in these accounts.

**Sunart Community Company**  
**(A company limited by guarantee)**

**Notes to financial statements**  
**for the year ended 31 March 2018**

<b>11. Tangible fixed assets</b>	<b>Land and buildings freehold</b>	<b>Fixtures, fittings and equipment</b>	<b>Land for Turbine House</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>				
At 1 April 2017	79,198	1,193	40,000	120,391
Additions	1,691	-	-	1,691
At 31 March 2018	<u>80,889</u>	<u>1,193</u>	<u>40,000</u>	<u>122,082</u>
<b>Depreciation</b>				
At 1 April 2017	-	298	1,600	1,898
Charge for the year	-	298	800	1,098
At 31 March 2018	<u>-</u>	<u>596</u>	<u>2,400</u>	<u>2,996</u>
<b>Net book values</b>				
At 31 March 2018	<u>80,889</u>	<u>597</u>	<u>37,600</u>	<u>119,086</u>
At 31 March 2017	<u>79,198</u>	<u>895</u>	<u>38,400</u>	<u>118,493</u>

The original land was purchased in 2006 and included fishing rights

The company purchased additional land in March 2014 at a cost of £2,000 as part of its plans for the construction of a Hydro Scheme in the area.

The company purchased additional land in March 2015 as the site for the construction of the Turbine House. This land has been leased to Sunart Community Renewables on a 50 year lease with an initial lease premium of £40,000.

The company purchased land being an Old School Plot in 2017 which cost £6,824 including legal costs.

<b>12. Fixed asset investments</b>	<b>Subsidiary undertakings shares</b>	<b>Other unlisted investments</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Valuation</b>			
At 1 April 2017 and At 31 March 2018	<u>100</u>	<u>300</u>	<u>400</u>
Historical cost as at 31 March 2018	<u>100</u>	<u>-</u>	<u>100</u>

All fixed asset investments are held within the United Kingdom.

The charity acquired shares in 2017 in the Strontian Community School Building CBS for £300.

**Sunart Community Company**  
**(A company limited by guarantee)**

**Notes to financial statements**  
**for the year ended 31 March 2018**

**12.1. Holdings of 20% or more**

The company holds 20% or more of the share capital of the following companies:

<b>Subsidiary undertaking</b>	<b>Country of registration or incorporation</b>	<b>Nature of business</b>	<b>Shares held class</b>	<b>Proportion of shares held</b>
Sunart Community Enterprise Ltd	Scotland	Community Enterprise	Ordinary	100%

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	<b>Capital and reserves</b>	<b>Profit for the year</b>
	<b>£</b>	<b>£</b>
Sunart Community Enterprise Ltd	100	-

**13. Debtors**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Other debtors	<u>15,607</u>	<u>9,714</u>

Other debtors includes £12,290 from HIE for January to March 2018 LDO costs.

**14. Creditors: amounts falling due within one year**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Other creditors	13,530	4,000
Accruals and deferred income	<u>2,100</u>	<u>2,540</u>
	<u>15,630</u>	<u>6,540</u>

Other creditors includes a £4,000 cost due to The Highlands Small Communities Trust. Up to £3,500 of this cost will be able to be claimed back from funders however there have been problems in claiming the funding thus far.

Also included in other creditors are donations of £9,500 which are unpaid at the year end.

**Sunart Community Company**  
**(A company limited by guarantee)**

**Notes to financial statements**  
**for the year ended 31 March 2018**

**15. Analysis of net assets between funds**

	<b>Unrestricted funds £</b>	<b>Restricted funds £</b>	<b>Designated funds £</b>	<b>Total funds £</b>
Fund balances at 31 March 2018 as represented by:				
Tangible fixed assets	704	80,782	37,600	119,086
Investment assets	400	-	-	400
Current assets	19,253	34,495	-	53,748
Current liabilities	(15,630)	-	-	(15,630)
	<u>4,727</u>	<u>115,277</u>	<u>37,600</u>	<u>157,604</u>

**Analysis of net assets between funds (prior year)**

	<b>Unrestricted funds £</b>	<b>Restricted funds £</b>	<b>Designated funds £</b>	<b>Total funds £</b>
Fund balances at 31 March 2017 as represented by:				
Tangible fixed assets	704	79,389	38,400	118,493
Investment assets	400	-	-	400
Current assets	7,992	19,084	-	27,076
Current liabilities	(6,540)	-	-	(6,540)
	<u>2,556</u>	<u>98,473</u>	<u>38,400</u>	<u>139,429</u>

**16. Unrestricted funds**

	<b>At 1 April 2017 £</b>	<b>Incoming resources £</b>	<b>Outgoing resources £</b>	<b>Transfers £</b>	<b>At 31 March 2018 £</b>
Unrestricted funds	<u>2,556</u>	<u>6,502</u>	<u>(4,047)</u>	<u>(284)</u>	<u>4,727</u>

**Sunart Community Company**  
**(A company limited by guarantee)**

**Notes to financial statements**  
**for the year ended 31 March 2018**

17. Restricted funds	At 1 April 2017 £	Incoming resources £	Outgoing resources £	Transfers £	At 31 March 2018 £
<b>Capital Funds</b>					
Community Land	69,670	-	-	-	69,670
Allt nan Cailleach Dam	2,000	-	-	-	2,000
Awards for all - School Plot	5,000	-	-	-	5,000
<b>Revenue Funds</b>					
Local Development Officer fund	6,909	12,290	(28,130)	15,755	6,824
Sunart Community benefit fund	12,286	45,000	(10,500)	(32,755)	14,031
Fisheries project	1,336	-	(1,620)	284	-
Anchor project	1,272	560	-	-	1,832
Other funds	-	3,200	(4,280)	17,000	15,920
	<u>98,473</u>	<u>61,050</u>	<u>(44,530)</u>	<u>284</u>	<u>115,277</u>

**Purposes of restricted funds**

**Community Land**

The Community Land restricted fund represents grants received towards the purchase of community land and fishing rights in 2006.

**Allt nan Cailleach Dam**

The land for the dam was purchased for £2,000 funded in part by a grant of £1,000 from the Community Council.

**Local Development Officer fund**

Grants totalling £12,290 were received for the funding of Local Development Officers who were employed this year. The deficit in the current year was met by a transfer from the community fund to cover wages costs.

**Sunart Community benefit fund**

Donations from Sunart Community Renewables totalled £45,000 in the year. £10,500 was donated to various organisations in the year. A list of these organisations can be found in note 6 to the accounts. A transfer of £15,755 was made to the Land Development Officer fund to cover the deficit in the current year. Further transfers of £17,000 were made to Other funds for restricted purposes - see below for breakdown.

**Awards for all - School Plot**

A £5,000 grant was received from Awards for All in the 2017 which was towards the purchase of a plot of land beside the former Victorian Primary School to be developed as an amenity plot for general community benefit.

**Fisheries project**

The fisheries project had to be curtailed with the loss of the broodstock. It will be restarted in 2018/19. The expenses for the year relate to the residue of hatchery fees. £284 has been transferred from unrestricted angling donations to cover the deficit in the year.

**Sunart Community Company**  
**(A company limited by guarantee)**

**Notes to financial statements**  
**for the year ended 31 March 2018**

**Anchor project**

£560 was raised in the year towards the Anchor project which aims to raise and display the anchor for the free church. This balance is carried forward to be spent in following years.

**Other funds**

Grants of £1,200 and £2,000 were received in the year for Longrigg Woodland valuation and Path for All respectively.

£17,000 was transferred from the Sunart Community benefit fund and the balance of Other funds at the year end relates to:

£1,080 - Path project  
£2,500 - Sunart Archives  
£6,500 - Loch Development Group  
£5,000 - Visitor Information Centre

**18. Designated funds**

	At 1 April 2017 £	Outgoing resources £	At 31 March 2018 £
Turbine House Land Lease	<u>38,400</u>	<u>(800)</u>	<u>37,600</u>

**Purposes of designated funds**

Land for the turbine house was purchased by SCC but was immediately leased to Sunart Community Renewables with a lease premium which matched the purchase price.

Depreciation of £800 was charged this year against the cost of the land.

**19. Company limited by guarantee**

Sunart Community Company is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

**Sunart Community Company**  
**(A company limited by guarantee)**

**The following pages do not form part of the statutory accounts.**



**Sunart Community Company**  
**(A company limited by guarantee)**

**Detailed statement of financial activities**

**For the year ended 31 March 2018**

	<b>2018</b>		<b>2017</b>	
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Incoming resources</b>				
<b>Incoming resources from generating funds:</b>				
<i>Donations and grants</i>				
Donations	606		2,038	
Sunart Community Council footpath donations	500		-	
Awards for All	-		5,000	
Highlands & Islands Enterprise - Jetty and land	1,691		-	
Ninevah Trust- Fisheries Project	-		2,050	
HIE - LDO	12,290		25,520	
SCR - Community fund	45,000		41,000	
FCS Longrigg valuation grant	1,200		-	
Paths for all	1,500		-	
	<u>62,787</u>		<u>75,608</u>	
<i>Fundraising activities</i>				
Fundraising Auction	1,480		1,934	
Fundraising Barbeque	1,477		900	
Sundry other fundraising	-		700	
	<u>2,957</u>		<u>3,534</u>	
<b>Total incoming resources from generating funds</b>	<u>65,744</u>		<u>79,142</u>	
 <b>Charitable activities</b>				
Boat Hire and permits	1,093		1,872	
Mooring fees	700		-	
	<u>1,793</u>		<u>1,872</u>	
 <b>Other</b>				
Wayleave	15		15	
	<u>15</u>		<u>15</u>	
<b>Total incoming resources</b>	<u>67,552</u>		<u>81,029</u>	
 <b>Resources expended</b>				
<b>Costs of generating funds:</b>				
<i>Core</i>				
Levies, River rents & fishing costs	411		368	
Fundraising costs	481		626	
	<u>892</u>		<u>994</u>	
<b>Total cost of generating voluntary income</b>	<u>892</u>		<u>994</u>	

**Sunart Community Company**  
**(A company limited by guarantee)**

**Detailed statement of financial activities**

**For the year ended 31 March 2018**

<b>Fundraising trading:</b>		
<b>cost of goods sold and other costs</b>		
<b>Total costs of generating funds</b>	<b>892</b>	<b>994</b>
	<hr/>	<hr/>

**Sunart Community Company**  
**(A company limited by guarantee)**

**Detailed statement of financial activities**

**For the year ended 31 March 2018**

	<b>2018</b>		<b>2017</b>
	<b>£</b>		<b>£</b>
<b>Charitable activities</b>			
<b>General Development/Overheads</b>			
<i>Activities undertaken directly</i>			
Wages & Salaries	27,832		18,313
Tree surgery and other	-		3,000
Insurance	284		717
Accountancy	1,500		1,440
Website and Phone	-		107
Office expenses - Other	718		610
Depreciation & impairment	1,098		1,098
Miscellaneous costs	-		4,000
	<hr/>		<hr/>
	31,432		29,285
<i>Grant funding activities</i>			
Donations	10,500		28,714
	<hr/>		<hr/>
	10,500		28,714
	<hr/>		<hr/>
<b>General Development/Overheads total expenditure</b>	41,932		57,999
	<hr/>		<hr/>
<b>Fisheries Project</b>			
<i>Activities undertaken directly</i>			
Fisheries project professional fees	1,620		5,520
	<hr/>		<hr/>
	1,620		5,520
	<hr/>		<hr/>
<b>Fisheries Project total expenditure</b>	1,620		5,520
	<hr/>		<hr/>
<b>Anchor project</b>			
<i>Activities undertaken directly</i>			
Anchor project - costs	-		356
	<hr/>		<hr/>
	-		356
	<hr/>		<hr/>
<b>Anchor project total expenditure</b>	-		356
	<hr/>		<hr/>
<b>Strontian primary school build</b>			
<i>Activities undertaken directly</i>			
Strontian primary school costs	-		370
	<hr/>		<hr/>
	-		370
	<hr/>		<hr/>
<b>Strontian primary school build total expenditure</b>	-		370
	<hr/>		<hr/>
<b>Moorings</b>			
<i>Activities undertaken directly</i>			
Moorings - Professional - Legal fees	697		-
	<hr/>		<hr/>
	697		-

**Sunart Community Company**  
**(A company limited by guarantee)**

**Detailed statement of financial activities**

**For the year ended 31 March 2018**

<b>Moorings total expenditure</b>	<u>697</u>	<u>-</u>
<b>Other activities</b>		
<i>Activities undertaken directly</i>		
Woodland & Other - Professional - Legal fees	<u>4,236</u>	<u>-</u>
	<u>4,236</u>	<u>-</u>
<b>Other activities total expenditure</b>	<u>4,236</u>	<u>-</u>
<b>Total charitable activity expenditure</b>	<u>48,485</u>	<u>64,245</u>
<b>Charges and finance costs</b>		
<i>Activities undertaken directly</i>		
Office expenses - Other	<u>-</u>	<u>26</u>
	<u>-</u>	<u>26</u>
<b>Total governance costs</b>	<u>-</u>	<u>26</u>
<b>Net incoming/(outgoing) resources for the year</b>	<u>18,175</u>	<u>15,764</u>