

Charity Registration No. 33379

Company Registration No. 233786 (Scotland)

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

DIRECTORS' REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31 JULY 2008

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

LEGAL AND ADMINISTRATIVE INFORMATION

Directors	Ian MacIntyre Christina MacNab Bill McHugh Robert McPhail Douglas Robertson Mary Elder Wendy Steadman Scott Woods
Secretary	Valerie Robertson
Charity number	33379
Company number	233786
Principal address	Woods Financial and Property Services Knap Buildings Tarbert Argyll PA29 6UA
Registered office	Woods Financial and Property Services Knap Buildings Tarbert Argyll PA29 6UA
Auditors	William Duncan & Co Chartered Accountants Registered Auditors Barmore Road Tarbert Argyll PA29 6TW
Bankers	Bank of Scotland plc Harbour Street Tarbert PA29 6TZ

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

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TARBERT AND SKIPNESS COMMUNITY TRUST LTD

DIRECTORS' REPORT FOR THE YEAR ENDED 31 JULY 2008

The directors present their report and accounts for the year ended 31 July 2008.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Trust's Memorandum of Association, the Companies Act 1985 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005.

Structure, governance and management

The Trust's objects are set out in its Memorandum of Association and broadly are to seek to achieve, by charitable means, the promotion and welfare of the community and improvement and conservation of the local and cultural heritage.

The directors who served during the year were:

Ian MacIntyre

Christina MacNab

Bill McHugh

Robert McPhail

Douglas Robertson

Mary Elder

Wendy Steadman

Scott Woods

Any Ordinary Member of the Trust may be nominated by another Member or by himself/herself for election to the Board at an AGM, there being an appropriate place at the time.

As per the Articles of Association of the Trust a maximum of nine elected directors is permissible, the minimum number being five. In addition, up to three individuals may be co-opted so as to ensure a spread of skills and experience within the Board.

The Trust's Equal Opportunities policy is implicit in this process.

None of the directors has any beneficial interest in the company. All of the directors are members of the company and guarantee to contribute £1 in the event of a winding up.

The original directors of the Trust underwent a training course for directors organised by Highlands and Islands Enterprise. These directors are qualified to train new directors coming onto the Board - and directors of other new Trusts. Each new director receives a copy of "Directors Training".

Tarbert and Skipness Community Trust Ltd is a company limited by guarantee and having no share capital, recognised by HM Revenue & Customs as a Scottish charity. The Trust's management is carried out by the relevant directors to achieve the objectives decided at board meetings.

The directors have assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate exposure to the major risks.

Objectives and activities

The policies adopted in furtherance of these objects are to expand membership, raise funds and apply for grant aid for specific projects and there has been no change in these during the year.

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 JULY 2008

The Trust was formed initially, mainly to provide an organisation to receive benefit from the construction of a wind farm in the area. This would not only have secured core funding for the Trust but would have allowed distribution of funds within our communities. Unfortunately, wind farm plans collapsed and the Trust has led a hand to mouth existence with core funding met by donations and directors own pockets. The members were made aware of this at last years AGM and they decided to apply a subscription of £10 for members which could have, in the short term, alleviated this problem.

To date, only about a third of members have paid, although others have now been reminded.

During its existence the Trust has brought public funding in excess of £80,000 into the Tarbert economy, but this has all been project specific and none has been used for core costs in running the Trust. While a number of initiatives have been funded, the main visible results of the funding are the improvements to Tarbert Castle which the Trust owns on behalf of the community.

Achievements and performance

The directors have several ongoing initiatives which could solve the funding crises in the longer term ie.

Chris Rogan, a director, won a prize of consultants advice and it has been agreed that they will be asked to look at how the Trust might survive.

We are consulting with other Trusts most of whom have similar problems except those where an income stream has become available through a wind farm.

We are progressing a project for our own renewable energy scheme which would generate income for the Trust and the community.

We are negotiating the funding of the purchase of the old boatyard which could result in an income stream but this is both difficult and would require considerable capital support from the community.

The directors will continue their efforts to ensure the long term security of the Trust in its present format and will bring options to the members at our next general meeting.

Financial review

The results of the year's activities, the financial position of the company and the transfers to reserves are shown in the financial statements.

It is the policy of the Trust that unrestricted funds which have not been designated for a specific use should be maintained at a level which would enable expenses to be met as they fall due. The directors consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the Trust's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Disclosure of information to auditors

Each of the directors has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

DIRECTORS' REPORT (CONTINUED) *FOR THE YEAR ENDED 31 JULY 2008*

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that William Duncan & Co be reappointed as auditors of the company will be put to the Annual General Meeting.

On behalf of the board of directors

Valerie Robertson

Secretary

Dated:

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Trust and of its incoming resources and application of resources, including its net income and expenditure for the year.

In preparing these accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Trust will continue in operation.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Trust and which enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF TARBERT AND SKIPNESS COMMUNITY TRUST LTD

We have audited the accounts of Tarbert and Skipness Community Trust Ltd for the year ended 31 July 2008 set out on pages 7 to 12. These accounts have been prepared in accordance with the accounting policies set out on page 9.

This report is made solely to the charitable company's members, as a body, in accordance with Section 235 of the Companies Act 1985. 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 its members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described on page 4, the directors, who also act as trustees for the charitable activities of Tarbert and Skipness Community Trust Ltd, are responsible for preparing the Directors' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Directors' Report is consistent with the accounts.

In addition we report to you if, in our opinion, the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the Trust is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the Trust's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF TARBERT AND SKIPNESS COMMUNITY TRUST LTD

Opinion

In our opinion:

- the accounts give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the Trust's affairs as at 31 July 2008 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the accounts have been properly prepared in accordance with the Companies Act 1985; and
- the information provided in the Directors' Report is consistent with the accounts.

William Duncan & Co

Chartered Accountants

Registered Auditors

Barmore Road

Tarbert

Argyll

PA29 6TW

Dated:

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 JULY 2008

	Notes	Unrestricted funds £	Restricted funds £	Total 2008 £	Total 2007 £
<u>Incoming resources from generated funds</u>					
Donations and legacies	2	20	-	20	74
Activities for generating funds		-	-	-	127
Investment income	3	153	-	153	90
		173	-	173	291
Incoming resources from charitable activities	4	-	21,492	21,492	33,321
Other incoming resources	5	422	-	422	-
Total incoming resources		595	21,492	22,087	33,612
<u>Resources expended</u>					
	6				
Charitable activities					
Tarbert Castle Project		-	15,608	15,608	18,429
Craft Workshop Project		-	14,964	14,964	-
Website Project		-	45	45	2,036
Total charitable expenditure		-	30,617	30,617	20,465
Governance costs		1,164	-	1,164	1,514
Total resources expended		1,164	30,617	31,781	21,979
Net (outgoing)/incoming resources before transfers		(569)	(9,125)	(9,694)	11,633
Gross transfers between funds	10	(147)	147	-	-
Net (expenditure)/income for the year/ Net movement in funds		(716)	(8,978)	(9,694)	11,633
Fund balances at 1 August 2007		1,455	12,958	14,413	2,780
Fund balances at 31 July 2008		739	3,980	4,719	14,413

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 1985.

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

BALANCE SHEET

AS AT 31 JULY 2008

	Notes	2008 £	£	2007 £	£
Current assets					
Cash at bank and in hand		5,365		15,294	
Creditors: amounts falling due within one year	11	<u>(646)</u>		<u>(881)</u>	
Total assets less current liabilities			<u>4,719</u>		<u>14,413</u>
Income funds					
Restricted funds	12		3,980		12,958
Unrestricted funds			<u>739</u>		<u>1,455</u>
			<u>4,719</u>		<u>14,413</u>

The accounts were approved by the Board on

.....
Douglas Robertson
Director

.....
Robert McPhail
Director

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2008

1 Accounting policies

1.1 Basis of preparation

The accounts have been prepared under the historical cost convention.

The Trust has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small Trust.

The accounts have been prepared in accordance with applicable accounting standards, the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 and the Companies Act 1985.

1.2 Accumulated funds

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

2 Donations and legacies

	2008	2007
	£	£
Donations and gifts	<u>20</u>	<u>74</u>

3 Investment income

	2008	2007
	£	£
Interest receivable	<u>153</u>	<u>90</u>

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2008

4 Incoming resources from charitable activities

	2008 £	2007 £
Tarbert Castle Project	12,498	21,437
Craft Workshop Project	8,994	9,950
Website Project	-	1,934
	<u>21,492</u>	<u>33,321</u>

Included within income relating to Tarbert Castle Project are the following grants

Historic Scotland	5,104	18,546
Scottish Natural Heritage	1,938	1,000
Argyll & Bute Council	-	900
Highlands & Islands Enterprise	4,006	991
Forestry Commission	1,450	-
	<u>12,498</u>	<u>21,437</u>

Included within income relating to craft workshop project are the following grants

Big Lottery Fund	-	9,950
SENSCOT	4,000	-
Scottish Executive	4,994	-
	<u>8,994</u>	<u>9,950</u>

Included within income relating to website project are the following grants

Argyll & Islands Enterprise	-	1,018
Argyll & Bute Council	-	916
	<u>-</u>	<u>1,934</u>

5 Other incoming resources

	2008 £	2007 £
Membership fees	422	-
	<u>422</u>	<u>-</u>

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2008

6 Total resources expended

	2008 £	2007 £
Charitable activities		
Tarbert Castle Project		
Activities undertaken directly	15,608	18,429
<u>Craft Workshop Project</u>		
Activities undertaken directly	14,964	-
<u>Website Project</u>		
Activities undertaken directly	45	2,036
	<u>30,617</u>	<u>20,465</u>
Governance costs	<u>1,164</u>	<u>1,514</u>
	<u><u>31,781</u></u>	<u><u>21,979</u></u>

Governance costs includes payments to the auditors of £646 (2007: £470) for audit fees and £Nil (2007: £411) for other services.

7 Governance costs

	2008 £	2007 £
Other governance costs comprise:		
Accountancy	617	881
Post, stationery and advertising	517	589
Room Hire	-	14
General expenses	30	30
	<u>1,164</u>	<u>1,514</u>

8 Directors

None of the directors (or any persons connected with them) received any remuneration during the year.

9 Employees

There were no employees during the year.

TARBERT AND SKIPNESS COMMUNITY TRUST LTD

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 JULY 2008

10 Transfers

The transfer represents the excess of expenditure over funding for the specified projects.

11 Creditors: amounts falling due within one year	2008	2007
	£	£
Accruals	646	881
	<u>646</u>	<u>881</u>

12 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				Balance at 31 July 2008
	Balance at 1 August 2007	Incoming resources	Resources expended	Transfers	
	£	£	£	£	£
Tarbert Castle Project	3,008	12,498	(15,608)	102	-
Craft Workshop Project	9,950	8,994	(14,964)	-	3,980
Website Project	-	-	(45)	45	-
	<u>12,958</u>	<u>21,492</u>	<u>(30,617)</u>	<u>147</u>	<u>3,980</u>

13 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total
	£	£	£
Fund balances at 31 July 2008 are represented by:			
Current assets	1,385	3,980	5,365
Creditors: amounts falling due within one year	(646)	-	(646)
	<u>739</u>	<u>3,980</u>	<u>4,719</u>