

**REGISTERED COMPANY NUMBER: SC271553 (Scotland)**  
**REGISTERED CHARITY NUMBER: SC038888**

**Report of the Trustees and**  
**Unaudited Financial Statements for the Year Ended 31 August 2017**  
**for**  
**Stronsay Development Trust**

**Stronsay Development Trust**

Orcadia  
Chartered Accountants  
1 - 3 East Road  
Kirkwall  
Orkney  
KW15 1HZ

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the Year Ended 31 August 2017**

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## **Stronsay Development Trust**

### **Report of the Trustees** **for the Year Ended 31 August 2017**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2017. 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 2015).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

The objects of the Trust as set out in the Articles of Association are as follows:

1. To provide recreational facilities and organise recreational activities, with the object of improving the conditions of life for the members of Stronsay.
2. To advance education through:
  - 2.1 the provision and supervision of learning-orientated extra-curricular activities for school and pre-school children;
  - 2.2 the promotion of opportunities for learning for the benefit of the general public; and
  - 2.3 the promotion of training, particularly among residents of Stronsay, and with particular reference to skills which assist the participants in obtaining paid employment.
3. To advance the arts, heritage and culture.
4. To advance environmental protection and improvement through the provision, maintenance and/or improvement of public open space and other public amenities and other environmental and regeneration projects (but subject to appropriate safeguards to ensure that the public benefits so arising clearly outweigh any private benefit thereby conferred on private landowners).
5. To provide, or assist in the provision of, housing for those in need by reason of age, ill-health, disability, financial hardship or other disadvantage within the Stronsay.
6. To prevent and relieve poverty particularly among the residents of Stronsay.
7. To advance citizenship within Stronsay by encouraging, stimulating and supporting volunteering projects.
8. To preserve, for the benefit of the general public, the historical, architectural and constructional heritage that may exist in and around Stronsay in buildings (including any structure or erection, and any part of a building as so defined) of particular beauty or historical, architectural or constructional interest.
9. To advance the health and wellbeing of the residents of Stronsay and to prevent or relieve ill-health among residents of Stronsay and provision of health education for such residents.
10. To promote, establish, operate and/or support other similar schemes which are in furtherance of charitable purposes for the benefit of the residents of Stronsay.

#### **ACHIEVEMENT AND PERFORMANCE**

##### **Charitable activities** Community

##### Turbine

The Community Turbine is managed by the Trust's subsidiary, Stronsay Renewable Energy Ltd (SREL) and has been producing income from the export of electricity and the payment of the government's feed in tariff since

## **Stronsay Development Trust**

### **Report of the Trustees** **for the Year Ended 31 August 2017**

November 2011. The resulting income has been passed on to the community by virtue of gift aid payments to Stronsay Development Trust, which has transferred these funds to the Community Fund.

Funds Donated by Stronsay Renewable Energy Limited Year ended 31 August:

2013 £120,000  
2014 £40,000  
2015 £170,000  
2016 £80,000  
2017 £100,000

The company continues to actively explore and initiate off-grid solutions with a view to increasing income from the electricity that was being generated but was currently being lost through curtailment. SREL is also a partner in the HeatSmart consortia led by Rousay, Egilsay and Wyre Development Trust.

#### Stronsay Community Fund

The fund was officially launched in November 2012 to enable the revenue gift aided to the trust to be used to support applications for grants from community groups and individuals in Stronsay which met the aims and objectives of the trust.

Funds in excess of £205,000 have been used to support groups, improve facilities and tackle fuel poverty on Stronsay. Particularly valuable are the educational and skills bursaries which are helping both young and older residents to improve their career and employment prospects.

The Trust has welcomed on board a new Community Development Officer who oversees the application process and provides the board with recommendations based on the Community fund policy criteria being met. Additionally, The Development Officer is able to provide valuable feedback and guidance from the initial expressions of interest through to implementing the proposed project.

#### Business Initiatives Stronsay CIC

Business Initiatives Stronsay, a Community Interest Company and subsidiary of the Trust, was incorporated in April 2013. The Company's objectives are to carry on activities which benefit the community and in particular the provision of advice to local businesses, raising funds and securing investment. The company will manage the leasing of the units at Woods Yard once they are completed and continue to investigate opportunities to establish other commercial operations on the island.

#### Woods Yard (The Enterprise Zone)

The construction of a building providing business units and workshops for lease to local enterprises, an office for the trust and Storage facilities for the community was funded by a BIG Lottery grant under the 'Growing Community Assets' scheme. The trust purchased part of a large haulage yard and a redundant adjacent building which previously housed ponds used by local fishermen to hold lobsters awaiting transportation to mainland.

The Limpet

**ACHIEVEMENT AND PERFORMANCE**

## **Stronsay Development Trust**

### **Report of the Trustees** **for the Year Ended 31 August 2017**

#### **Charitable activities**

Stronsay is very fortunate to have such a committed and enthusiastic editor in Bruce Fletcher for its monthly newsletter. All are encouraged to contribute, whether with photographs, monthly reports, poems or letters and local businesses find it a valuable medium for advertising their services. The number printed each month remains steady with more and more people enjoying the online version which has the advantage of being illustrated in colour.

#### Stronsay Community Greenhouse

This continues to provide a sheltered environment for growing those fruits and vegetables which are so easily blighted by the Orkney weather. All plots have been taken this year including the continuation of the community flower plot, which grows flowers to be given as bunches through the year to community members on Stronsay, this is a voluntary effort which gives so much pleasure as well as making the greenhouse group feel that they are extending the benefits of the greenhouse to the wider community.

#### G P Exercise Referral Scheme

This project is funded by a grant from the Community Fund and offers an exercise programme at the Stronsay Healthy Living Centre to those patients whose GP feels that their condition would benefit from regular exercise under the care of a qualified referral consultant.

Feedback from users of the scheme as well as the GP's has been positive with future development and continuation in the pipeline.

#### Fuel Poverty Scheme

The trust supported grant payments of £150 apiece paid directly to the applicant's electricity provider for those meeting the governments definition of being in fuel poverty.

The Trust also offered support to a local charity THAW (Tackling Household Affordable Warmth) with the Orkney Wellbeing project

The project provides on the ground assistance to households in communities that can sometimes feel excluded from mainstream support services. The project will help sustainability of communities through supporting households that are affected by debt, low income or fuel poverty. Working with organisations such as Orkney Citizens Advice Bureau, to engage particularly vulnerable groups and to develop skills amongst people who are financially and socially excluded. The aim of this will, in time, allow improvements in their abilities to manage limited budgets and will gradually lead to improvements in respect of reduced rent arrears, fuel poverty and levels of debt

## **FINANCIAL REVIEW**

### **Principal funding sources**

The principal sources of funding in this year were a donation from Stronsay Renewable Energy Limited.

### **Reserves policy**

With the exception of donations from Stronsay Renewable Energy Limited, most of the Trust's income is restricted meaning that it is received for a specific purpose or project. As such, most of the Trust's reserves are already earmarked. The Board has designated that donations from Stronsay Renewable Energy Limited, while unrestricted, will form part of the Stronsay Community Fund to be used to support applications for grants from community groups and individuals in Stronsay which meet the aims and objectives of the trust. The amount transferred to this Designated fund is after funding the essential running costs of the trust.

**Stronsay Development Trust**

**Report of the Trustees**  
**for the Year Ended 31 August 2017**

The trust is able to generate a small amount of general funding which as unrestricted and undesignated funds can be utilised as the Board decides but these have to be carefully monitored because of their limited size. The unrestricted funds balance is as shown on page 8.



## **Stronsay Development Trust**

### **Report of the Trustees**

**August 2017**

### **for the Year Ended 31**

#### **FUTURE PLANS**

##### **Housing Project**

Feasibility funding for a joint application to the Islands Housing Fund was applied for with 3 other of the North Isles, for a Housing Needs Assessment for 3 two bedroom purpose-built bungalows for the elderly and the renovation of three family houses.

A Housing Needs Survey was issued to all residents and the results of which will be added to the Housing Needs Assessment and published and presented to the community in the near future. Community members were asked to provide details of any land or property that would be suitable and available for the proposed project, and discussions with the Scottish Land Fund are under way.

##### **Development Plan**

An updated development plan is under review and will be presented to the community before the summer. Plans include, an application to the Climate Challenge Fund, setting up a community recycling centre and the development of a heritage centre with additional heritage projects.

#### **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.

##### **Recruitment and appointment of new trustees**

Individuals on the island of Stronsay who have time to give and a strong interest in supporting the island's community are encouraged by the board to seek appointment as trustees. Prior to each AGM notices are placed in the island's newsletter and on noticeboards in the local shops and Post Office explaining the role and responsibilities of trustees and inviting persons to come forward.

##### **Organisational structure**

the business of the trust has been undertaken by individual directors with some administrative assistance from Voluntary Action Orkney

Trustees retiring at the forthcoming AGM are as follows:-

##### **Induction and training of new trustees**

Each new trustee is provided with a comprehensive induction pack which includes OSCR guidance on the role, the latest annual report, SDT policy documents and the directors code of conduct.

##### **Area of Benefit**

"The Parish of Stronsay" namely the principal Islands of Auskerry, Papa Stronsay and Stronsay and other Holms and Skerries (including Holm of Huip, Linga Holm and Ingale Skerry).

##### **Related parties**

The charity has two wholly owned subsidiaries, Stronsay Renewable Energy Ltd which manages the operation of the 900KW community wind turbine on the island and Business Initiatives Stronsay, a Community Interest Company, which was initially put in place to manage the development of the Enterprise Zone and subsequent leasing of the business units.

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Registered Company number**

## **Stronsay Development Trust**

### **Report of the Trustees**

**August 2017**

SC271553 (Scotland)

### **Registered Charity number**

SC038888

### **for the Year Ended 31 \_\_\_\_\_**

## **REFERENCE AND ADMINISTRATIVE DETAILS**

### **Registered office**

Unit 1  
Wood's Yard  
Stronsay  
Orkney  
KW17 2AR

### **Trustees**

Mrs C A Cotterill	- resigned 26.10.17
D Bourn-Fernley	- resigned 26.10.17
C D N Evans	- resigned 23.1.17
C S Kirk	- appointed 22.9.16
	- resigned 11.8.17
J R Dennison	- appointed 16.4.18
J R Dennison	- resigned 26.10.17
J A Andrew	- resigned 26.10.17
Mrs S Davidson	- appointed 1.11.17
Mrs S Davidson	- resigned 22.9.16
J C Davidson	- appointed 21.10.17
J C Davidson	- resigned 9.10.16
K B Kent	- appointed 21.11.16
T A Piper	- appointed 22.9.16
	- resigned 28.8.17
R F Seeber	- appointed 22.2.17
A C Strong	- appointed 26.10.17
D Bliss-Davis	- appointed 26.10.17
S Haskins	- appointed 26.10.17
M Erdman	- appointed 26.10.17
J Seaton	- appointed 19.1.18
Miss L Wood	- appointed 16.4.18

### **Independent examiner**

Steven J Sinclair BA CA  
Orcadia  
Chartered Accountants  
1 - 3 East Road  
Kirkwall  
Orkney  
KW15 1HZ

### **Bankers**

The Royal Bank of Scotland

**Stronsay Development Trust**

**Report of the Trustees**

**August 2017**

1 Victoria Street  
Kirkwall  
Orkney  
KW15 1DP

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

**for the Year Ended 31**

Approved by order of the board of trustees on 28 May 2018 and signed on its behalf by:

 31<sup>st</sup> May  
F Seeber - Trustee

**Independent Examiner's Report to the Trustees of  
Stronsay Development Trust**

I report on the accounts for the year ended 31 August 2017 set out on pages eight to twenty two.

**Respective responsibilities of trustees and examiner**

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. 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 the independent examiner's report**

My examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. 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 seeking explanations from you as 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 connection with 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 Accounts Regulations; and
  - to prepare accounts which accord with the accounting records and to comply with Regulation 8 of the 2006 Accounts Regulations

have 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.



**Steven J Sinclair BA CA Orcadia**  
**Chartered Accountants**

**28 May 2018** Page 7



Directors: Doris Hutchison CA, ATT Steven J. Sinclair BA, CA  
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*Registered to carry out audit work in the UK and regulated for a range of investment business activities by The Institute of Chartered Accountants of Scotland*

**Statement of Financial Activities for  
the Year Ended 31 August 2017**

		2017		2016
		Unrestricted funds	Restricted funds	Total funds
	Notes	£	£	£
<b>INCOME AND ENDOWMENTS FROM</b>				
Donations and legacies	2	<b>100,000</b>	-	80,000
<b>Charitable activities</b>	5			
— Activities for the benefit of the community		-	-	99,542
Other trading activities	3	<b>319</b>	-	372
Investment income	4	<b>1,943</b>	-	2,176
			<u>          </u>	<u>          </u>
<b>Total</b>		<b>126,483</b>	<b>11,035</b>	<b>137,518</b>
				<u>          </u>
<b>NET INCOME/(EXPENDITURE)</b>		<b>(24,221)</b>	<b>(11,035)</b>	<b>(35,256)</b>
				<u>          </u>
<b>Transfers between funds</b>	17	<b>(30,000)</b>	<b>30,000</b>	-
				<u>          </u>
<b>Total</b>		<b>102,262</b>	-	<b>102,262</b>
				<u>          </u>
<b>EXPENDITURE ON</b>				
<b>Charitable activities</b>	6			
— Activities for the benefit of the community		<b>123,271</b>	<b>11,035</b>	<b>134,306</b>
Other		<b>3,212</b>	-	2,408
		<u>          </u>	<u>          </u>	<u>          </u>
<b>Net movement in funds</b>		<b>(54,221)</b>	<b>18,965</b>	<b>(35,256)</b>
				<u>          </u>

The notes form part of these financial statements

**Stronsay Development Trust**

**RECONCILIATION OF FUNDS**

Total funds brought forward	241,967	409,276	651,243	583,736
	_____	_____	_____	_____
<b>TOTAL FUNDS CARRIED FORWARD</b>	<b><u>187,746</u></b>	<b><u>428,241</u></b>	<b><u>615,987</u></b>	<b><u>651,243</u></b>

**CONTINUING OPERATIONS**

All income and expenditure has arisen from continuing activities.

**Stronsay Development Trust**

**Balance Sheet**

**At 31 August 2017**

	Notes	2017 £	2016 £
<b>FIXED ASSETS</b>			
Tangible assets	12	413,726	309,662
Investments	13	101	101
		413,827	309,763
<b>CURRENT ASSETS</b>			
Debtors	14	70,808	88,646
Cash at bank		<u>172,151</u>	<u>255,301</u>
		242,959	343,947
<b>CREDITORS</b>			
Amounts falling due within one year	15	(40,799)	(2,467)
		_____	_____

The notes form part of these financial statements

<b>NET CURRENT ASSETS</b>		<b><u>202,160</u></b>	<u>341,480</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b><u>615,987</u></b>	<u>651,243</u>
<b>NET ASSETS</b>		<b><u>615,987</u></b>	<u>651,243</u>
<b>FUNDS</b>	17		
Unrestricted funds		<b>187,746</b>	241,967
Restricted funds		<b><u>428,241</u></b>	<u>409,276</u>
<b>TOTAL FUNDS</b>		<b><u>615,987</u></b>	<u>651,243</u>

continued...

**Balance Sheet - continued**  
**At 31 August 2017**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2017 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and

The notes form part of these financial statements

**Stronsay Development Trust**

- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees on 28 May 2018 and were signed on its behalf by:

 31<sup>ST</sup> May  
F Seeber - Trustee



## **Stronsay Development Trust**

### **Notes to the Financial Statements for the Year Ended 31 August 2017**

#### **1. 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 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value.

##### **Preparation of consolidated financial statements**

The financial statements contain information about Stronsay Development Trust as an individual charity and do not contain consolidated financial information as the parent of a group. The charity has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements.

##### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

##### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

##### **Tangible fixed assets**

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

Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 10% on cost

##### **Taxation**

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

### **Notes to the Financial Statements for the Year Ended 31 August 2017**

#### **1. ACCOUNTING POLICIES - continued**

##### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustee trustees.

## Stronsay Development Trust

### - continued

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements. Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

### **Irrecoverable vat**

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

## **2. DONATIONS AND LEGACIES**

	<b>2017</b>	2016
	<b>£</b>	£
Donations	<b><u>100,000</u></b>	<u>80,000</u>

## **3. OTHER TRADING ACTIVITIES**

	<b>2017</b>	2016
	<b>£</b>	£
Sundry Income	<b>319</b>	372

## **4. INVESTMENT INCOME**

	<b>2017</b>	2016
	<b>£</b>	£
Deposit account interest	<b>31</b>	93
Loan Interest Received	<b><u>1,912</u></b>	<u>2,083</u>
	<b><u>1,943</u></b>	<u>2,176</u>

## **Notes to the Financial Statements for** **the Year Ended 31 August 2017**

## **5. INCOME FROM CHARITABLE ACTIVITIES**

	<b>2017</b>	2016
Total activities		£

## Stronsay Development Trust

- continued

Grants		<u>99,542</u>
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Grants received, included in the above, are as follows:

	2017	2016
	£	£
Big Lottery	-	<u>99,542</u>

### 6. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 7)	Support costs	Totals
	£	£	£
Activities for the benefit of the community	<u>134,156</u>	<u>150</u>	<u>134,306</u>

### 7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2017	2016
	£	£
Staff costs	2,066	(598)
Insurance	2,142	2,243
Light and heat	794	128
Telephone	719	528
Postage and stationery	657	466
Travel & Subsistence	362	345
Sundries	3,210	606
Repairs and Renewals	1,196	200
Community projects	113,083	103,929
Depreciation	4,297	4,200
Loss on sale of assets	5,630	-
	<u>134,156</u>	<u>112,047</u>

### 8. NET INCOME/(EXPENDITURE)

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

	2017	2016
	£	£
Accountancy	3,212	2,408
Depreciation - owned assets	4,297	4,200
Deficit on disposal of fixed asset	<u>5,630</u>	-

## Stronsay Development Trust

- continued

### Notes to the Financial Statements for the Year Ended 31 August 2017

#### 9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2017 nor for the year ended 31 August 2016.

#### Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2017 nor for the year ended 31 August 2016.

#### 10. STAFF COSTS

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

	2017	2016	
			- -
			==

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

#### 11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	80,000	-	80,000
<b>Charitable activities</b>			
Activities for the benefit of the community	-	99,542	99,542
Other trading activities	372	-	372
Investment income		2,176 -	2,176
	-----	-----	-----
<b>Total</b>	<b>82,548</b>	<b>99,542</b>	<b>182,090</b>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Activities for the benefit of the community	108,065	4,110	112,175
Other	2,408	-	2,408
	-----	-----	-----
<b>Total</b>	<b>110,473</b>	<b>4,110</b>	<b>114,583</b>
	-----	-----	-----
<b>NET INCOME/(EXPENDITURE)</b>	<b>(27,925)</b>	<b>95,432</b>	<b>67,507</b>

**Stronsay Development Trust**

- continued

**RECONCILIATION OF FUNDS**

<b>Total funds brought forward</b>	<b>269,892</b>	<b>313,844</b>	<b>583,736</b>
	_____	_____	_____
<b>TOTAL FUNDS CARRIED FORWARD</b>	<b><u>241,967</u></b>	<b><u>409,276</u></b>	<b><u>651,243</u></b>

**Stronsay Development Trust**

- continued

**for the Year Ended 31**

**11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>12. TANGIBLE FIXED ASSETS</b>			
<b>Improvements</b>			
<b>Plant and Fixtures and fittings</b>	<b>property</b>	<b>machinery</b>	<b>Totals</b>
	£	£	£
<b>COST</b>			
At 1 September 2016	290,803	1,536	333,168
Additions	115,488	503	115,991
Disposals	(7,630) -	-	(7,630)
	<u>398,661</u>	<u>2,039</u>	<u>441,529</u>
At 31 August 2017			
<b>DEPRECIATION</b>			
At 1 September 2016	-	1,184	23,506
Charge for year	-	-	-
-	214	-	-
<b>4,083</b>	<b>4,297</b>	<b>-</b>	<b>27,803</b>
	<u>398,661</u>	<u>2,039</u>	<u>441,529</u>
At 31 August 2017			
<b>NET BOOK VALUE</b>			
At 31 August 2017	<u>398,661</u>	<u>2,039</u>	<u>441,529</u>
<b>641</b>	<u>14,424</u>	<u>413,726</u>	<u>309,662</u>
At 31 August 2016	<u>290,803</u>	<u>352</u>	<u>309,662</u>

Assets costing less than £100 are not treated as capital and are released to the statement of financial activities at the time of the expense.

**13. FIXED ASSET INVESTMENTS**

Shares in	group	undertaking s £
<b>MARKET VALUE</b>		
At 1 September 2016 and 31 August 2017		<b>101</b>
		<u>101</u>

**NET BOOK VALUE** At 31 August 2017 **101**

## Stronsay Development Trust

### Notes to the Financial Statements - continued

August 2017

At 31 August 2016

101

There were no investment assets outside the UK.

### Notes to the Financial Statements for the Year Ended 31 August 2017

#### 13. FIXED ASSET INVESTMENTS - continued

The company's investments at the balance sheet date in the share capital of companies include the following:

##### **Business Initiatives Stronsay**

Nature of business: Community Enterprise Company - Dormant

Class of Share	% holding	31.8.17	31.8.16
Ordinary	100	£	£
Aggregate Capital and Reserves		1	1

##### **Stronsay Renewable Energy Limited**

Country of Incorporation: Scotland

Nature of business: Electricity Producer

Class of Share	% holding	31.8.17	31.8.16
Ordinary	100	£	£
Aggregate Capital and Reserves		227,878	277,747
Profit/(Loss) for Year		(49,869)	(31,966)

#### 14. DEBTORS

	2017	2016
	£	£
Amounts falling due within one year:		
Amounts owed by group undertakings	5,357	5,163
Other debtors	2,855	6,920
VAT	762	9,369

**Stronsay Development Trust**

- continued

	<u>8,974</u>	<u>21,452</u>
Amounts falling due after more than one year:		
Amounts owed by group undertakings	<u>61,834</u>	<u>67,194</u>
Aggregate amounts	<u>70,808</u>	<u>88,646</u>

**for the Year Ended 31**

**15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2017	2016
	£	£
Amounts owed to group undertakings	1	1
Other creditors	<u>40,798</u>	<u>2,466</u>
	<u>40,799</u>	<u>2,467</u>

**16. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	2017 2016			Unrestricted
	Restricted funds	Total funds	Total funds	Total funds
	funds	funds	£	£
	£	£	£	£
Fixed assets	264	413,462	413,726	309,662
Investments	101	-	101	101
Current assets	195,666	47,293	242,959	343,947
Current liabilities	<u>(8,285)</u>	<u>(32,514)</u>	<u>(40,799)</u>	<u>(2,467)</u>
	<u>187,746</u>	<u>428,241</u>	<u>615,987</u>	<u>651,243</u>

**17. MOVEMENT IN FUNDS**

Net Transfers	movement in between			
	At 1.9.16	funds	funds	At 31.8.17
	£	£	£	£
<b>Unrestricted funds</b>				
General fund	241,967	(24,221)	(30,000)	187,746
<b>Restricted funds</b>				
Greenhouse	277	(4,806)	3,546	(983)



**Stronsay Development Trust**

**Notes to the Financial Statements - continued**

**August 2017**

Turbine Development Officer	<b>1,786</b>	-	-	<b>1,786</b>
Green Project	<b>19,651</b>	(1)	(3,511)	<b>16,139</b>
Enterprise Zone	<b>384,093</b>	(6,228)	<b>30,000</b>	<b>407,865</b>
Eco Club	<b>114</b>	-	(2)	<b>112</b>
Youth Greenhouse Project	<b>3,355</b>	-	(33)	<b>3,322</b>
	<hr/>	<hr/>	<hr/>	<hr/>
	<b>409,276</b>	<b>(11,035)</b>	<b>30,000</b>	<b>428,241</b>
	<hr/>	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<b><u>651,243</u></b>	<b><u>(35,256)</u></b>	<b><u>615,987</u></b>	<b><u>-</u></b>

**Stronsay Development Trust**

**Notes to the Financial Statements - continued**

**August 2017**

**for the Year Ended 31**

**17. MOVEMENT IN FUNDS - continued**

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

	<b>Incoming resources £</b>	<b>Resources expended £</b>	<b>Movement in funds £</b>
<b>Unrestricted funds</b>			
General fund	102,262	(126,483)	(24,221)
<b>Restricted funds</b>			
Green Project	(1)	-	(1)
Enterprise Zone	1	(6,229)	(6,228)
Greenhouse	-	(4,806)	(4,806)
	-	(11,035)	(11,035)
<b>TOTAL FUNDS</b>	<b><u>102,262</u></b>	<b><u>(137,518)</u></b>	<b><u>(35,256)</u></b>

**Comparatives for movement in funds**

	<b>At 1.9.15 £</b>	<b>Net movement in funds £</b>	<b>Transfers between funds £</b>	<b>At 31.8.16 £</b>
<b>Unrestricted Funds</b>				
General fund	269,892	(27,925)	-	241,967
<b>Restricted Funds</b>				
Greenhouse	306	(4,110)	4,081	277
Turbine Development Officer	1,786	-	-	1,786
Green Project	23,162	-	(3,511)	19,651
Enterprise Zone	281,424	99,542	3,127	384,093
Eco Club	116	-	(2)	114
Youth Greenhouse Project	3,923	-	(568)	3,355
Project Officer	3,127	-	(3,127)	-
	313,844	95,432	-	409,276
<b>TOTAL FUNDS</b>	<b><u>583,736</u></b>	<b><u>67,507</u></b>	<b><u>651,243</u></b>	<b><u>-</u></b>

**for the Year Ended 31**

**17. MOVEMENT IN FUNDS - continued**

## **Stronsay Development Trust**

### **Notes to the Financial Statements - continued**

August 2017

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

	<b>Incoming Resources Movement</b>		
	<b>resources</b>	<b>expended</b>	<b>in funds</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Unrestricted funds</b>			
General fund	82,548	(110,473)	(27,925)
<b>Restricted funds</b>			
Enterprise Zone	99,542	-	99,542
Greenhouse	-	(4,110)	(4,110)
	<hr/>	<hr/>	<hr/>
	99,542	(4,110)	95,432
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<b><u>182,090</u></b>	<b><u>(114,583)</u></b>	<b><u>67,507</u></b>

#### Enterprise Zone

This is Big Lottery Funded. The fund was set up for the purchase and building of a sustainable enterprise zone providing business, employment, social and training opportunities for the island.

#### Green Project

This project was set up in 2010/11 and was funded by Keep Scotland Beautiful for revenue and capital. The project has now stopped and the remaining fund balance is being written off to general funds in line with the depreciation of the large greenhouse in the fixed asset register.

#### Youth Greenhouse Project

Funded in 2012 by a grant from Big Lottery this project offers the opportunity for older children to grow and make use of their own produce under light supervision.

#### Project Officer

The post was funded by Big Lottery until February 2016. The project Officer was responsible for managing community land and associated assets for the benefit of the community and public in general.

## **18. RELATED PARTY DISCLOSURES**

Stronsay Development Trust has loaned funds to a wholly owned subsidiary, Stronsay Renewable Energy Ltd under the terms of a loan agreement to provide financial assistance to develop a wind turbine on the island. The balance of £67,191, at the balance sheet date, is unsecured.

## **19. ULTIMATE CONTROLLING PARTY**

Stronsay Development Trust is a company limited by guarantee with no share capital. It is controlled by its members in accordance with the Memorandum and Articles of Association.

**Stronsay Development Trust**

**Reconciliation of Income and Expenditure for  
the Year Ended 31 August 2016**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
<b>INCOME AND ENDOWMENTS FROM</b>				
Donations and legacies		80,000	-	80,000
Charitable activities		99,542	-	99,542
Other trading activities		372	-	372
Investment income		2,176	-	2,176
<b>Total</b>		182,090	-	182,090
<b>EXPENDITURE ON</b>				
Charitable activities		112,175	-	112,175
Other		2,408	-	2,408
<b>Total</b>		114,583	-	114,583
<b>NET INCOME/(EXPENDITURE)</b>		<u>67,507</u>	<u>-</u>	<u>67,507</u>

**Stronsay Development Trust**

**Notes to the Financial Statements - continued**  
**August 2017**

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**Stronsay Development Trust**

**Reconciliation of Funds**

**At 1 September 2015**

**(Date of Transition to FRS 102)**

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
<b>FIXED ASSETS</b>				
Tangible assets		250,248	-	250,248
Investments		101	-	101
		336,585	-	336,585
<b>CREDITORS</b>				
Amounts falling due within one year		(3,198)	-	(3,198)
		250,349	-	250,349
<b>CURRENT ASSETS</b>				
Debtors		102,773	-	102,773
Cash at bank		<u>233,812</u>	-	<u>233,812</u>
		<u>333,387</u>	-	<u>333,387</u>
			-	<u>583,736</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>				
		583,736	-	583,736
		<u>583,736</u>		

**FUNDS**  
**Stronsay Development Trust**

Unrestricted funds	269,892	-	269,892
Restricted funds	<u>313,844</u>	-	<u>313,844</u>
<b>TOTAL FUNDS</b>	<u>583,736</u>	-	<u>583,736</u>

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**Reconciliation of Funds**  
**At 31 August 2016**

<b>Total</b>		309,763	-	309,763
<b>CURRENT ASSETS</b>				
Debtors		88,646	-	88,646
Cash at bank		<u>255,301</u>	-	<u>255,301</u>
			Effect of	
			transition to	
		UK GAAP	FRS 102	FRS 102
	Notes	£	£	£
<b>FIXED ASSETS</b>				
Tangible assets		309,662	-	309,662
Investments		101	-	101
		<u>          </u>	<u>          </u>	<u>          </u>
		343,947	-	343,947

**Stronsay Development Trust**

	<u>                        </u>		
		<u>                        </u>	<u>                        </u>
		-	<u>341,480</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>	651,243	-	651,243
<b>CREDITORS</b>			
Amounts falling due within one year	(2,467)	-	(2,467)
		<b>NET CURRENT</b>	
<b>ASSETS</b> <u>341,480</u>	<u>                        </u>	<u>                        </u>	<u>                        </u>
<b>NET ASSETS</b>	<u>651,243</u>	<u>                        </u>	<u>651,243</u>
		<u>                        </u>	
		-	<u>651,243</u>
<b>FUNDS</b>			
Unrestricted funds	241,967	-	241,967
Restricted funds	<u>409,276</u>	-	<u>409,276</u>
<b>TOTAL FUNDS</b>	<u>651,243</u>		



