

Company registration number: SC341623

Charity registration number: SC014071

Madderty Community Association

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 April 2022

Madderty Community Association

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Madderty Community Association

Reference and Administrative Details

Trustees

Mr I Cramb

Mrs S McDonald

Mr A Haddow

Mr J Peock

Dr I Thomson

Senior Management Team

Mrs S McDonald, Treasurer

Mr I Cramb

Mr A Haddow

Mr J Peock

Dr I Thomson, Chairperson

Principal Office

Madderty Hall St Davids

Madderty

Crieff

Perthshire

PH7 3PJ

The charity is incorporated in Scotland.

Company Registration Number SC341623

Charity Registration Number SC014071

Madderty Community Association

Strategic Report for the Year Ended 30 April 2022

The trustees, who are directors for the purposes of company law, present their strategic report for the year ended 30 April 2022, in compliance with s414C of the Companies Act 2006.

Achievements and performance

The hall was able to be used again this year after the COVID 19 pandemic so there is income from hall hires again this year. The Association received a grant of £9,600 from Adapt & Thrive which allowed us to purchase a Marquee to expand our offering.

Financial review

During the year the to 30 April 2022 the Association had an excess of expenditure over income of £23,811. The expenditure shown in the Accounts includes £23,063 for depreciation which is a non cash item.

Policy on reserves

On 30 April 2022 the Association had £16,434 of unrestricted funds (2021; £19,061) and £786,446 of restricted funds (2021: £807,700). The restricted funds represents the construction of the new Hall. The trustees consider that the cash reserves of the Charity are sufficient for the ongoing expenditure of Charitable Activities.

The strategic report was approved by the trustees of the charity on 27 January 2023 and signed on its behalf by:

S. McDonald.....

Mrs S McDonald
Trustee

Madderty Community Association

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 30 April 2022.

Objectives and activities

Objects and aims

The objectives of the Association are to provide, promote and manage the village hall within the village of Madderty, Perthshire. This is for the benefit of the inhabitants of Madderty and its environs (comprising those within or immediately adjacent to the Parish of Madderty), and of members of the public generally.

Specifically the Association seeks to

- advance public participation in sport
- provide recreational facilities, or the organisation of recreational facilities
- advance education and the arts, heritage and culture
- foster and promote citizenship and community development.

Structure, governance and management

Nature of governing document

The Structure of the Association comprises:

(a) Members - who have the right to attend the AGM (and any EGM) and have important powers under these Articles and the Companies Act, particularly in electing people to serve as Trustees and taking decisions in relation to any changes to these Articles, and (b) Trustees - who hold regular meetings between each AGM, set the strategy and policy of the Association, generally control and supervise the activities of the Association and, in particular, are responsible for monitoring its financial position and, where there are no employees or managers appointed, are responsible also for the day-to-day Management of the Association.

The Association is governed by the Memorandum & Articles of Madderty Community Association ("MCA") which were adopted on 18 April 2008.

The affairs of the Association are directed and managed by a Board of Trustees. The number of Trustees shall not be less than three and unless otherwise determined by Special Resolution at a General Meeting (but not retrospectively), not more than fourteen.

Organisational structure

During the year the following trustees have served:

Mr C Willsher (resigned 31/05/2021)
Mr I Cramb
Mrs S McDonald
Mr A Haddow
Mr J Peock
Dr I Thomson

Madderty Community Association

Trustees' Report

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Cash flow risk

The Trustees have retained sufficient cash resources to meet the immediate requirements of the charity.

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables.

The credit risk on liquid funds is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The charity has no significant concentration of credit risk.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity's liquid funds are kept in a combination of non-interest bearing bank accounts for servicing the charity's everyday financial needs.

The annual report was approved by the trustees of the charity on 27 January 2023 and signed on its behalf by:

.....*S. McDonald*.....

Mrs S McDonald
Trustee

Madderty Community Association

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Madderty Community Association for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and 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 business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Approved by the trustees of the charity on 27 January 2023 and signed on its behalf by:


.....

Mrs S McDonald
Trustee

Madderty Community Association

Independent Examiner's Report to the trustees of Madderty Community Association

I report on the accounts of the charity for the year ended 30 April 2022 which are set out on pages 7 to 18.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the 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 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the 2006 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 report

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 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 opinion on the view given by the accounts.

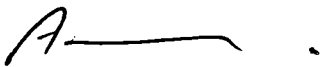
Independent examiner's statement

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 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.



.....
Alexander J Fyfe M.A.A.T, C.A, DCha
Morris & Young
6 Atholl Crescent
Perth
PH1 5JN

27 January 2023

Madderty Community Association

Statement of Financial Activities for the Year Ended 30 April 2022 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

		Unrestricted funds		Restricted funds	Total 2022	Total 2021
	Note	Designated £	General £	£	£	£
Incoming resources						
<i>Incoming resources from generated funds</i>						
Donations and legacies	3	-	12,644	-	12,644	-
Activities for generating funds		-	6,917	-	6,917	750
Total income		-	19,561	-	19,561	750
<i>Other income</i>		-	-	-	-	40
		-	19,561	-	19,561	790
Resources expended						
<i>Costs of generating funds</i>						
Costs of generating voluntary income		-	(228)	-	(228)	-
<i>Charitable activities</i>	5	-	(21,378)	(21,254)	(42,632)	(45,032)
<i>Governance costs</i>		-	(582)	-	(582)	(906)
Total expenditure		-	(22,188)	(21,254)	(43,442)	(45,938)
Net outgoing resources before transfers		-	(2,627)	(21,254)	(23,881)	(45,148)
<i>Transfers between funds</i>		(3,000)	3,000	-	-	-
Other recognised gains and losses						
Net movement in funds		(3,000)	373	(21,254)	(23,881)	(45,148)
Reconciliation of funds						
Total funds brought forward		18,000	1,061	807,700	826,761	871,909
Total funds carried forward		15,000	1,434	786,446	802,880	826,761

Madderty Community Association

Statement of Financial Activities for the Year Ended 30 April 2022 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2021 £
Income and Endowments from:				
Activities for generating funds	4	750	-	750
Other income		40	-	40
		<u>790</u>	<u>-</u>	<u>790</u>
Total income				790
Expenditure on:				
Charitable activities	5	(24,684)	(21,254)	(45,938)
Total expenditure		(24,684)	(21,254)	(45,938)
Net expenditure		(23,894)	(21,254)	(45,148)
Net movement in funds		(23,894)	(21,254)	(45,148)
Reconciliation of funds				
Total funds brought forward		42,955	828,954	871,909
Total funds carried forward	15	<u>19,061</u>	<u>807,700</u>	<u>826,761</u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2021 is shown in note 15.

Madderty Community Association

(Registration number: SC341623)

Balance Sheet as at 30 April 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	12	778,702	794,997
Current assets			
Cash at bank and in hand	13	25,268	32,274
Creditors: Amounts falling due within one year	14	<u>(1,090)</u>	<u>(510)</u>
Net current assets		<u>24,178</u>	<u>31,764</u>
Net assets		<u>802,880</u>	<u>826,761</u>
Funds of the charity:			
Restricted income funds			
Restricted funds	15	786,446	807,700
Unrestricted income funds			
Unrestricted funds		<u>16,434</u>	<u>19,061</u>
Total funds	15	<u>802,880</u>	<u>826,761</u>

For the financial year ending 30 April 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies, although an Independent Examination has been carried out under the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

Trustees' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements on pages 7 to 18 were approved by the trustees, and authorised for issue on 27 January 2023 and signed on their behalf by:



Dr I Thomson
Trustee

Madderty Community Association

Notes to the Financial Statements for the Year Ended 30 April 2022

1 Charity status

The charity is limited by guarantee, incorporated in Scotland, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £Nil towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Madderty Hall St Davids

Madderty

Crieff

Perthshire

PH7 3PJ

These financial statements were authorised for issue by the trustees on 27 January 2023.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with 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) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Companies Act 2006.

Basis of preparation

The financial statements have been prepared in accordance with 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) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Companies Act 2006.

Madderty Community Association meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Madderty Community Association

Notes to the Financial Statements for the Year Ended 30 April 2022

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Tangible fixed assets

Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Income and endowments

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

Grants receivable

Grants are included in the Statement of Financial Activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds of the balance sheet. Where income is received in advance of entitlement of receipt its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Madderty Community Association

Notes to the Financial Statements for the Year Ended 30 April 2022

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Hall	Straight line over 50 years
Hall equipment	Straight line over 5 years
Music equipment	Straight live over 5 years

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Madderty Community Association

Notes to the Financial Statements for the Year Ended 30 April 2022

3 Income from donations and legacies

	Unrestricted funds	
	General	Total
	£	2022
		£
Grants, including capital grants;		
Government grants	9,750	9,750
Grants from other charities	2,894	2,894
	12,644	12,644
	12,644	12,644

4 Activities for generating funds

	Unrestricted funds		
	General	Total	Total
	£	2022	2021
		£	£
Events income;			
Fundraising events	953	953	-
Hall rents	5,964	5,964	750
	6,917	6,917	750
	6,917	6,917	750

5 Expenditure on charitable activities

		Unrestricted funds			
	Note	General	Restricted funds	Total	Total
		£	£	2022	2021
				£	£
New Hall		13,409	-	13,409	17,382
Depreciation, amortisation and other similar costs		1,809	21,254	23,063	21,710
Staff costs		6,160	-	6,160	5,940
Governance costs	6	582	-	582	906
		21,960	21,254	43,214	45,938
		21,960	21,254	43,214	45,938

Madderty Community Association

Notes to the Financial Statements for the Year Ended 30 April 2022

6 Analysis of governance and support costs

Governance costs

	Unrestricted funds	Total 2022	Total 2021
	General £	£	£
Independent examiner fees			
Examination of the financial statements	582	582	546
Legal fees	-	-	360
	<u>582</u>	<u>582</u>	<u>906</u>

7 Net incoming/outgoing resources

Net outgoing resources for the year include:

	2022	2021
	£	£
Depreciation of fixed assets	<u>23,063</u>	<u>21,710</u>

8 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

9 Staff costs

The aggregate payroll costs were as follows:

	2022	2021
	£	£
Staff costs during the year were:		
Wages and salaries	<u>6,160</u>	<u>5,940</u>

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2022	2021
	No	No
Administrative staff - part time	<u>1</u>	<u>1</u>

Madderty Community Association

Notes to the Financial Statements for the Year Ended 30 April 2022

No employee received emoluments of more than £60,000 during the year.

10 Independent examiner's remuneration

	2022	2021
	£	£
Examination of the financial statements	582	546

11 Taxation

The charity is a registered charity and is therefore exempt from taxation.

12 Tangible fixed assets

	Land and buildings	Hall Equipment	Total
	£	£	£
Cost			
At 1 May 2021	1,012,119	26,499	1,038,618
Additions	-	6,768	6,768
At 30 April 2022	1,012,119	33,267	1,045,386
Depreciation			
At 1 May 2021	219,487	24,134	243,621
Charge for the year	20,254	2,809	23,063
At 30 April 2022	239,741	26,943	266,684
Net book value			
At 30 April 2022	772,378	6,324	778,702
At 30 April 2021	792,632	2,365	794,997

13 Cash and cash equivalents

	2022	2021
	£	£
Cash at bank	25,268	32,274

14 Creditors: amounts falling due within one year

	2022	2021
	£	£
Accruals	1,090	510

Madderty Community Association

Notes to the Financial Statements for the Year Ended 30 April 2022

15 Funds

	Balance at 1 May 2021 £	Incoming resources £	Resources expended £	Transfers £	Balance at 30 April 2022 £
Unrestricted funds					
<i>General</i>					
Unrestricted general	1,061	19,561	(22,188)	3,000	1,434
<i>Designated</i>					
Contingency	18,000	-	-	(3,000)	15,000
Total unrestricted funds	<u>19,061</u>	<u>19,561</u>	<u>(22,188)</u>	<u>-</u>	<u>16,434</u>
Restricted funds					
New Hall	806,700	-	(20,254)	-	786,446
Stage	1,000	-	(1,000)	-	-
Total restricted funds	<u>807,700</u>	<u>-</u>	<u>(21,254)</u>	<u>-</u>	<u>786,446</u>
Total funds	<u><u>826,761</u></u>	<u><u>19,561</u></u>	<u><u>(43,442)</u></u>	<u><u>-</u></u>	<u><u>802,880</u></u>

Madderty Community Association

Notes to the Financial Statements for the Year Ended 30 April 2022

	Balance at 1 May 2020 £	Incoming resources £	Resources expended £	Balance at 30 April 2021 £
Unrestricted funds				
<i>General</i>				
Unrestricted general	24,955	790	(24,684)	1,061
<i>Designated</i>				
Contingency	18,000	-	-	18,000
Total unrestricted funds	42,955	790	(24,684)	19,061
Restricted funds				
New Hall	826,954	-	(20,254)	806,700
Stage	2,000	-	(1,000)	1,000
Total restricted funds	828,954	-	(21,254)	807,700
Total funds	871,909	790	(45,938)	826,761

The specific purposes for which the funds are to be applied are as follows:

Designated Funds

Maintenance Fund: This represents funds received to be spent on the maintenance of the hall.

Contingency: This represents funds to allow the hall to continue to operate with no income.

Restricted Funds

New Hall Fund: This represents a fund to provide for the construction of the new hall.

Stage Fund: This represents a fund for the purchase of the stage.

Madderty Community Association

Notes to the Financial Statements for the Year Ended 30 April 2022

16 Analysis of net assets between funds

	Unrestricted funds		Restricted funds	Total funds
	General £	Designated £	£	£
Tangible fixed assets	8,369	-	770,333	778,702
Current assets	(5,845)	15,000	16,113	25,268
Current liabilities	(1,092)	-	-	(1,092)
Total net assets	<u>1,432</u>	<u>15,000</u>	<u>786,446</u>	<u>802,878</u>

	Unrestricted funds			Total funds at 30 April 2021
	General £	Designated £	Restricted funds £	£
Tangible fixed assets	3,410	-	791,587	794,997
Current assets	(1,839)	18,000	16,113	32,274
Current liabilities	(510)	-	-	(510)
Total net assets	<u>1,061</u>	<u>18,000</u>	<u>807,700</u>	<u>826,761</u>