

**Furnace Community SCIO**

**Scottish Charity Number - SC048171**

**Annual Report and Financial Statements**

**For the year ended 31st March 2019**

## **Trustees' Annual Report**

**For the year ended 31st March 2019**

The trustees have pleasure in presenting their report together with the financial statements for the year ended 31st March 2019.

### **Reference and Administrative Information**

#### **Charity Name**

Furnace Community SCIO

#### **Charity Number**

SC048171

#### **Address**

c/o The Village Store, Furnace, Argyll, PA32 8XN

#### **Bankers**

The Co-operative Bank p.l.c., P.O. Box 101, 1 Balloon Street, Manchester, M60 4EP.

#### **Independent Examiner**

Mrs S R Kennedy FMAAT FCCA, Chartered Certified Accountant, Nevis Accountancy Services, Office 6, An Drochaid, Claggan Road, Claggan, Fort William, PH33 6PH.

#### **Current Trustees**

Mike Masters - Chair (Resigned 28/02/19)

Karen Baird - Chair (Co-opted 28/02/19)

Gill Telfer - Secretary

Elaine Polanski - Treasurer (Co-opted 28/02/19)

Carol Watt

Sharon MacInnes

Richard Polanski

Val Whale

Andy Henderson

Kenneth Millar

(Andy Henderson & Kenneth Millar were co-opted onto the board when the SCIO decided to buy the shop / bungalow.)

### **Structure, Governance and Management**

#### **Constitution**

The Charity is a Scottish Charitable Incorporated Organisation (a SCIO). It was registered in its current legal form on 5th March 2018. This SCIO has been established to replace the charity Furnace Amenity Association SC002883. Furnace Amenity Association SC002883 intends to wind up and pass its assets and liabilities to Furnace Community SCIO SC048171. It has a single tier structure and as such the trustees are the members of the charity.

#### **Appointment of trustees**

The management committee, which normally meets on the last Thursday of each alternate month, are the charity's trustees. Membership of the management committee is open to all members. To allow for some continuity of the committee it is also open to interested members of the community.

Trustees are elected at the annual general meeting which is held in October. There must be a minimum of four and a maximum of seven trustees.

## Objectives and Activities

### Charitable purposes

The organisation has been formed to benefit the Community of Furnace, Argyll and surrounding area as defined by the postcode areas PA32 8XN, PA32 8XX, PA32 8XS, PA32 8XU, PA32 8XW, PA32 8XZ, PA32 8XY, PA32 8WD AND PA32 8YA ("the Community"), with the Purposes listed in the sub-clauses hereto ("the Purposes"), to be exercised following the principles of sustainable development (where sustainable development means development which meets the needs of the present without compromising the ability of future generations to meet their own needs), namely:- 4.1 The advancement of citizenship or community development (including rural or urban regeneration) 4.2 The provision of recreational facilities, or the organisation of recreational activities, with the object of improving the conditions of life for the persons for whom the facilities or activities are predominantly intended.

### Activities

The Furnace SCIO arranges a variety of fundraising events to finance projects within the community. These include an annual weekend of events in August, a Vintage Tea Party, an Old Folks Christmas meal and a variety of social events such as Quiz nights and Bingo.

The SCIO actively seeks grant and match funding from outside sources, such as An Suidhe Windfarm, in order to effect improvements to the village environment. This has allowed the purchase of the village shop and associated bungalow, upkeep of the Leacainn Walk, upkeep of the Village Hall, gardening work around the picnic and playpark area and the purchase of the Christmas lights for the village hall and Christmas tree.

### Achievements & Performance

- \* Purchase of the Furnace Village Store and bungalow
- \* Well supported Gala Weekend

- \* Picnic area and children's playpark have been maintained with grass cut regularly and furniture repaired as need be.
- \* Continuing success of Social Club which is situated within the Village Hall

### Reserves Policy

Our Reserves Policy is to ensure that we hold enough funds to cover at least six months unrestricted net expenditure. £175,065 funding was secured for the purchase of the shop and bungalow (not including the SCIO's own £10k). At the end of this year we had £3,580 in unrestricted funds which would cover over 12 months similar spending assuming no income.

### Plans for future period

- \* Green Gym equipment for village - application for funding being prepared
- \* Repainting of village hall interior and exterior
- \* Purchase and installation of Christmas lights at Village Hall
- \* Development of area at rear of village hall to allow outdoor seating and privacy for neighbours at rear of property
- \* Event and presentation for community member in recognition of many years of service to the community

### Funds held as custodian trustee on behalf of others

Funds held as custodian trustee on behalf of others are as follows:

- Bowls Club - £682.40
- Old Folks Party Fund - £150
- Youth Club - £578.93

Name of Trustee :

Karen Baird



Date:

22nd

October 2019

**Furnace Community SCIO**  
Scottish Charity Number - SC048171

**Independent examiner's report to the trustees on the accounts for Furnace Community SCIO.**

I report on the accounts of the Organisation for the year ended 31st March 2019 which are set out on pages 5 to 8.

**Respective responsibilities of committee and independent examiner**

The organisation's Committee 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 trustees consider that the audit requirement of Regulation 10(1) (d) 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 statement**

My examination is carried out in accordance with Regulation 11 of the 2006 Accounts Regulations. 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 Accounts Regulations
- \* to prepare accounts which accord with the accounting records and comply with Regulation 9 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.



Mrs Sarah Kennedy FMAAT FCCA

Date: - 23rd October 2019

Chartered Certified Accountant

Nevis Accountancy Services

An Drochaid

Claggan Road

Claggan

Fort William

PH33 6PH

**Furnace Community SCIO**  
**Receipts and Payments Accounts**  
**For the year ended 31st March 2019**  
**Scottish Charity Number - SC048171**

Receipts	Note	Year to	Year to	Year to
		31st March 2019	31st March 2019	31st March 2019
		Unrestricted	Restricted	Total
		£	£	£
<b>Grants and Donations</b>				
Grants	4	-	175,065	175,065
Donations	5	13,284	2,341	15,626
<b>Fund Raising</b>				
200 Club				
Bowls Club Fund		756	-	756
Coffee Morning		-	581	581
Craft Club Fund		270	-	270
Book Sales		-	134	134
Furnace Press		23	-	23
Gala Weekend		286	-	286
Hire of Hall		309	-	309
Old Folks Fund		1,150	-	1,150
Quiz Night		-	150	150
Youth Fund		660	-	660
		-	-	-
<b>Total Receipts</b>		<b>16,738</b>	<b>178,272</b>	<b>195,010</b>
<b>Payments</b>				
<b>Fundraising Costs</b>				
200 Club Prizes		600	-	600
Bowls Club raffle prizes		-	128	128
Annual Hall hire		-	300	300
Craft Club Fund		-	397	397
Gala Weekend expenses		11	-	11
Old Folks Fund		-	1,192	1,192
Quiz Nights		95	-	95
<b>Charitable Activities</b>				
Cleaning		79	-	79
Fees & Licences		420	-	420
Argyll & Bute Printing		180	-	180
Hall Repairs		273	-	273
Insurance		955	-	955
Shop - Bungalow		-	183,745	183,745
Sundries		60	-	60
Telephone/Broadband		264	-	264
<b>Governance Costs</b>				
Independent Examination	6	-	-	-
<b>Total Payments</b>		<b>2,937</b>	<b>185,761</b>	<b>188,698</b>

Furnace Community SCIO  
 Receipts and Payments Accounts  
 For the year ended 31st March 2019  
 Scottish Charity Number - SC048171

	Year to 31st March 2019 Unrestricted	Year to 31st March 2019 Restricted	Year to 31st March 2019 Total
Surplus/(Deficit) for the year before transfers	13,801	(7,490)	6,312
Transfers between funds	7 (10,221)	10,221	-
<b>Surplus/(Deficit) for the year</b>	<u>3,580</u>	<u>2,732</u>	<u>6,312</u>
<b>Statement of Balances - as at 31st March 2019</b>			
<b>Opening cash at bank and in hand</b>	-	-	-
Add Income	16,738	178,272	195,010
Less Expenditure	16,738	178,272	195,010
Transfers	2,937	185,761	188,698
8 (10,221)	10,221	-	-
<b>Closing cash at bank and in hand</b>	<u>3,580</u>	<u>2,732</u>	<u>6,312</u>
<b>Bank and Cash Balances</b>			
Bank Treasurer's Account	3,181	2,732	5,913
Outstanding lodgements			-
Outstanding payments	(322)	-	(322)
Cash	721	-	721
	<u>3,580</u>	<u>2,732</u>	<u>6,312</u>
	-	0	(0)

Signed on behalf of all Committee:

*Elaine Polanski*

Name of Trustee : Elaine Polanski

Date: 22nd October 2019

The notes on page 7 and 8 form part of these financial statements

**Furnace Community SCIO**  
**Scottish Charity Number - SC048171**  
**Notes to the accounts**  
**For the year ended 31/03/2019**

**1 Basis of Accounting**

These accounts have been prepared on the Receipts and Payments basis in accordance with the Charities & Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

**2 Nature and purpose of funds**

Unrestricted funds are those that may be used at the discretion of the trustees in furtherance of the objects of the charity. The trustees maintain a single unrestricted fund for the day-to-day running of the SCIO. During the year the charity received donations of £15,625 made up of transfers from the Furnace Amenity Association - £8,341, Coffee Morning - £270, Social Club - £7000 and Anonymous - £120. Fundraising events raised £4,319 from a variety of activities namely 200 Club - £756, Bowls Club - £581, Coffee Morning - £270, Craft Club - £134, Furnace Press - £286, Book Sales - £23, Gala weekend - £309, Hire of Hall - £1150, Old Folks Fund - £150 and Quiz Nights - £660.

Restricted funds may only be used for specific purposes. Restrictions arise when specified by the donor or when funds are raised for specific purposes.

**3 Related party transactions**

No remuneration was paid to the trustees or any connected persons during the year (2018: NIL)

**4 Grants**

	Unrestricted Funds	Restricted Funds	Total 2019
An Suidhe Wind Farm Community Fund	-	10,000	10,000
Scottish Land Fund	-	164,065	164,065
Breedon Northern Limited	-	1,000	1,000
	-	175,065	175,065

**5 Donations**

	Unrestricted Funds	Restricted Funds	Total 2019
Furnace Amenity Association	6,000	2,341	8,341
Social Club	7,000	-	7,000
Anonymous	284	-	284
	13,284	2,341	15,626

## 6 Governance Costs

	Unrestricted Funds	Restricted Funds	Total 2019
Independent Examination	-	-	-
Accounting Services	-	-	-
	-	-	-

## 7 Transfers between funds

£10,000 was transferred from unrestricted funds to restricted funds to cover the cost of the purchase of the shop/bungalow which was not met through the restricted funds raised. £221.15 was also transferred from unrestricted funds to the Old Folks Fund.

## 8 Volunteers

The trustees would like to record it's thanks to all the volunteers to dedicate a significant amount of time for no remuneration to the charity.

## 9 Restricted Funds

	At 1st April 2018	Incoming	Outgoing	Transfers	March 2019
Bowls Club Fund	-	1,110	(428)	-	682
Craft Club Fund	-	397	(397)	-	-
Old Folks Fund	-	1,121	(1,192)	221	150
Youth Fund	-	579	-	-	579
Shop/Bungalow	-	175,065	(183,745)	10,000	1,320
	-	178,272	(185,761)	10,221	2,732

## 10 Unrestricted Funds

	At 1st April 2018	Incoming	Outgoing	Transfers	At 31st March 2019
Unrestricted Funds	-	16,738	(2,937)	(10,221)	3,580
	-	16,738	(2,937)	(10,221)	3,580