

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

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 August 2018
for
Stronsay Development Trust

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

Stronsay Development Trust

**Contents of the Financial Statements
for the Year Ended 31 August 2018**

	Page
Report of the Trustees	1 to 6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9 to 10
Notes to the Financial Statements	11 to 19
Detailed Statement of Financial Activities	20

Stronsay Development Trust

Report of the Trustees **for the Year Ended 31 August 2018**

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 2018. 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.

Stronsay Development Trust

Report of the Trustees for the Year Ended 31 August 2018

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 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

2018 £60,000

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 have been used to support groups, improve facilities and tackle fuel poverty on Stronsay. It has also provided educational and skills bursaries to help both young and older residents to improve their career and employment prospects.

The Trust continues to utilize its Community Development Officer who oversees applications and provides valuable feedback and guidance from the initial expressions of interest through to implementing the proposed project.

Woods Yard

The construction of a building providing workshops and storage units for lease to local community members, and an office for the trust 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.

Recycling Centre

Housed in Woods Yard The Trust received funding from the Climate Challenge Fund (CCF) to open a recycling centre where cardboard is processed into briquettes that community members can utilize as a fuel source and textiles and furniture which would be heading to landfill can be repurposed and upcycled. During the course of the project the centre has expanded to include glass which is crushed into a usable aggregate and suitable for sandblasting and pallets which are transformed into planters and storage crates.

Education and Skills

The Trust has been working with partners including Business Gateway, Northvet and the Skills Network as well as talented community members to meet its aims and objectives to advance education.

A number of Education and skills courses including Farm skills, business management, sewing, and online qualifications have been facilitated by the Trust utilizing community facilities such as the Community Hall, Stronsay School and the conference room at Woods Yard. This has enabled those that would find travelling off Island to attend such courses challenging, to have the opportunity to progress their education and skills here on Stronsay. The courses have received positive feedback and have been heavily subscribed and plans are being made to offer further courses in the future.

Stronsay Development Trust

Report of the Trustees **for the Year Ended 31 August 2018**

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Limpet

Stronsay is very fortunate to have such a committed and enthusiastic editor in Bruce Fletcher for its monthly newsletter with Printing funded by the Trust. 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.

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. Another year of full plots including continuation of the community flower plot run by volunteers who present bouquets through the year to community members on Stronsay. The Greenhouse also offers the youth an opportunity to learn about nature and how to grow and utilise their produce, which they have been growing in the small greenhouse on site.

G P Exercise Referral Scheme

This project has been funded for the second round after a successful first cycle, 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 continues to be positive.

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 for the second year.

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.

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 **for the Year Ended 31 August 2018**

FUTURE PLANS

Housing Project

Feasibility funding for a joint application to the Islands Housing Fund was applied for with three of the other North Isles, for a Housing Needs Assessment.

A Housing Needs Survey was issued to all residents and the results were put together in a report along with a needs analysis. Further evidence has been collected in support of these documents and the first stages of processing an application to the Scottish Land Fund and Islands Housing Fund has begun with additional community consultation planned for the coming months.

Heritage

Plans are under way to gather funds to purchase a property to house the Heritage Centre and to run a number of heritage projects including working with NILPS (North Isles Landscape Partnership Scheme)

A heritage committee will be formed to take the project forward and work has begun on gathering and storing heritage artefacts from across the Island.

Recycling

With the success of the recycling Centre the Development Officer will be looking at ways to expand the provision and build on the work already being undertaken.

This project has already enabled collaboration with Stronsay Community Council and Orkney Islands Council who have been working together towards a trial Plastic skip collection not currently found on the outer Isles and due to begin early 2019.

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.

Stronsay Development Trust

Report of the Trustees **for the Year Ended 31 August 2018**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC271553 (Scotland)

Registered Charity number

SC038888

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
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
J C Davidson	- appointed 21.10.17
K B Kent	
R F Seeber	
A C Strong	- appointed 26.10.17
	- resigned 26.11.18
D Bliss-Davis	- appointed 26.10.17
	- resigned 26.11.18
S Haskins	- appointed 26.10.17
	- resigned 18.5.18
M Erdman	- appointed 26.10.17
J Seaton	- appointed 19.1.18
Miss L Wood	- appointed 16.4.18
Miss A J Fraser	- appointed 17.9.18
Mrs E M Dennison	- appointed 26.11.18
R J Askey	- appointed 26.11.18

Company Secretary

Independent examiner

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

Bankers

The Royal Bank of Scotland
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.

Stronsay Development Trust

Report of the Trustees
for the Year Ended 31 August 2018

Approved by order of the board of trustees on 31 May 2019 and signed on its behalf by:

M Erdman - Trustee

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

I report on the accounts for the year ended 31 August 2018 set out on pages eight to nineteen.

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 (as amended). The charity's trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under Section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was 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 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 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; 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

31 May 2019

Page 7



Directors: Doris Hutchison CA, ATT Steven J Sinclair BA, CA **Associate:** Kazia J Watson CA, ATT
Registered in Scotland number SC272848 Registered Office: 1-3 East Road, Kirkwall, Orkney, KW15 1HZ
Tel: 01856 872804 Fax: 01856 872288 Email: accountants@orcadia-ca.co.uk Website: www.orcadia-ca.co.uk

*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*

Stronsay Development Trust

Statement of Financial Activities
for the Year Ended 31 August 2018

		Unrestricted funds	Restricted funds	Total	2018 funds	Total	2017 funds
	Notes	£	£	£	£	£	£
INCOME AND ENDOWMENTS FROM							
Donations and legacies	2	60,000	-	60,000		100,000	
Charitable activities	5						
Activities for the benefit of the community		10,706	-	10,706		-	
Other trading activities	3	5,202	-	5,202		319	
Investment income	4	1,654	-	1,654		1,943	
Total		77,562	-	77,562		102,262	
EXPENDITURE ON							
Charitable activities	6						
Activities for the benefit of the community		120,820	16,470	137,290		134,306	
Other		2,632	-	2,632		3,212	
Total		123,452	16,470	139,922		137,518	
NET INCOME/(EXPENDITURE)		(45,890)	(16,470)	(62,360)		(35,256)	
Transfers between funds	17	(57,710)	57,710	-		-	
Net movement in funds		(103,600)	41,240	(62,360)		(35,256)	
RECONCILIATION OF FUNDS							
Total funds brought forward		187,746	428,241	615,987		651,243	
TOTAL FUNDS CARRIED FORWARD		84,146	469,481	553,627		615,987	

The notes form part of these financial statements

Stronsay Development Trust

Balance Sheet
At 31 August 2018

	Notes	2018 £	2017 £
FIXED ASSETS			
Tangible assets	12	465,371	413,726
Investments	13	<u>101</u>	<u>101</u>
		465,472	413,827
CURRENT ASSETS			
Debtors	14	65,758	70,808
Cash at bank		<u>27,773</u>	<u>172,151</u>
		93,531	242,959
CREDITORS			
Amounts falling due within one year	15	<u>(5,376)</u>	<u>(40,799)</u>
NET CURRENT ASSETS		<u>88,155</u>	<u>202,160</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>553,627</u>	<u>615,987</u>
NET ASSETS		<u><u>553,627</u></u>	<u><u>615,987</u></u>
FUNDS	17		
Unrestricted funds		84,146	187,746
Restricted funds		<u>469,481</u>	<u>428,241</u>
TOTAL FUNDS		<u><u>553,627</u></u>	<u><u>615,987</u></u>

The notes form part of these financial statements

Stronsay Development Trust

Balance Sheet - continued

At 31 August 2018

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2018.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2018 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
- (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 31 May 2019 and were signed on its behalf by:

M Erdman -Trustee

Stronsay Development Trust

Notes to the Financial Statements **for the Year Ended 31 August 2018**

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.

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.

Fund accounting

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

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

	2018	2017
	£	£
Donations	<u>60,000</u>	<u>100,000</u>

Stronsay Development Trust

Notes to the Financial Statements - continued
for the Year Ended 31 August 2018

3. OTHER TRADING ACTIVITIES

	2018	2017
	£	£
Sundry Income	<u>5,202</u>	<u>319</u>

4. INVESTMENT INCOME

	2018	2017
	£	£
Deposit account interest	-	31
Loan Interest Received	<u>1,654</u>	<u>1,912</u>
	<u>1,654</u>	<u>1,943</u>

5. INCOME FROM CHARITABLE ACTIVITIES

	2018	2017
	Activities for the benefit of the community	Total activities
	£	£
Grants	<u>10,706</u>	<u>-</u>

Grants received, included in the above, are as follows:

	2018	2017
	£	£
Other grants	<u>10,706</u>	<u>-</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 7)	Support costs	Totals
	£	£	£
Activities for the benefit of the community	<u>136,909</u>	<u>381</u>	<u>137,290</u>

Stronsay Development Trust

Notes to the Financial Statements - continued
for the Year Ended 31 August 2018

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2018	2017
	£	£
Staff costs	34,691	2,066
Insurance	3,863	2,142
Light and heat	759	794
Telephone	741	719
Postage and stationery	681	657
Travel & Subsistence	577	362
Sundries	6,908	3,210
Repairs and Renewals	13,841	1,196
Community projects	69,478	113,083
Depreciation	5,370	4,297
Loss on sale of assets	-	5,630
	<u>136,909</u>	<u>134,156</u>

8. NET INCOME/(EXPENDITURE)

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

	2018	2017
	£	£
Accountancy	2,632	3,212
Depreciation - owned assets	5,369	4,297
Deficit on disposal of fixed asset	-	5,630
	<u>-</u>	<u>13,139</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2018 nor for the year ended 31 August 2017.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2018 nor for the year ended 31 August 2017.

10. STAFF COSTS

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

	2018	2017
Administration	<u>2</u>	<u>-</u>

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

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	100,000	-	100,000
Other trading activities	319	-	319
Investment income	<u>1,943</u>	<u>-</u>	<u>1,943</u>
Total	102,262	-	102,262

Stronsay Development Trust**Notes to the Financial Statements - continued
for the Year Ended 31 August 2018**

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted funds £	Restricted funds £	Total funds £
EXPENDITURE ON			
Charitable activities			
Activities for the benefit of the community	123,271	11,035	134,306
Other	<u>3,212</u>	<u>-</u>	<u>3,212</u>
Total	<u>126,483</u>	<u>11,035</u>	<u>137,518</u>
NET INCOME/(EXPENDITURE)	(24,221)	(11,035)	(35,256)
Transfers between funds	<u>(30,000)</u>	<u>30,000</u>	<u>-</u>
Net movement in funds	(54,221)	18,965	(35,256)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>241,967</u>	<u>409,276</u>	<u>651,243</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>187,746</u></u>	<u><u>428,241</u></u>	<u><u>615,987</u></u>

12. TANGIBLE FIXED ASSETS	Improvement s to property £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1 September 2017	398,661	2,039	40,829	441,529
Additions	<u>19,264</u>	<u>37,750</u>	<u>-</u>	<u>57,014</u>
At 31 August 2018	<u>417,925</u>	<u>39,789</u>	<u>40,829</u>	<u>498,543</u>
DEPRECIATION				
At 1 September 2017	-	1,398	26,405	27,803
Charge for year	<u>-</u>	<u>1,286</u>	<u>4,083</u>	<u>5,369</u>
At 31 August 2018	<u>-</u>	<u>2,684</u>	<u>30,488</u>	<u>33,172</u>
NET BOOK VALUE				
At 31 August 2018	<u>417,925</u>	<u>37,105</u>	<u>10,341</u>	<u>465,371</u>
At 31 August 2017	<u>398,661</u>	<u>641</u>	<u>14,424</u>	<u>413,726</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.

Stronsay Development Trust

Notes to the Financial Statements - continued for the Year Ended 31 August 2018

13. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
MARKET VALUE	
At 1 September 2017 and 31 August 2018	<u>101</u>
NET BOOK VALUE	
At 31 August 2018	<u>101</u>
At 31 August 2017	<u>101</u>

There were no investment assets outside the UK.

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
Ordinary	100

	31.8.18	31.8.17
	£	£
Aggregate Capital and Reserves	<u>1</u>	<u>1</u>

Stronsay Renewable Energy Limited

Country of Incorporation: Scotland

Nature of business: Electricity Producer

	%
Class of Share	holding
Ordinary	100

	31.8.18	31.8.17
	£	£
Aggregate Capital and Reserves	196,638	227,878
Profit/(Loss) for Year	<u>(31,240)</u>	<u>(49,869)</u>

14. DEBTORS

	2018 £	2017 £
Amounts falling due within one year:		
Amounts owed by group undertakings	1	1
Other debtors	3,161	8,211
VAT	<u>762</u>	<u>762</u>
	<u>3,924</u>	<u>8,974</u>

Stronsay Development Trust

Notes to the Financial Statements - continued
for the Year Ended 31 August 2018

14. DEBTORS - continued

	2018 £	2017 £
Amounts falling due after more than one year: Amounts owed by group undertakings	<u>61,834</u>	<u>61,834</u>
Aggregate amounts	<u>65,758</u>	<u>70,808</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2018 £	2017 £
Amounts owed to group undertakings	1	1
Other creditors	<u>5,375</u>	<u>40,798</u>
	<u>5,376</u>	<u>40,799</u>

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Fixed assets	198	465,173	465,371	413,726
Investments	101	-	101	101
Current assets	89,223	4,308	93,531	242,959
Current liabilities	<u>(5,376)</u>	<u>-</u>	<u>(5,376)</u>	<u>(40,799)</u>
	<u>84,146</u>	<u>469,481</u>	<u>553,627</u>	<u>615,987</u>

17. MOVEMENT IN FUNDS

	At 1.9.17 £	Net movement in funds £	Transfers between funds £	At 31.8.18 £
Unrestricted funds				
General fund	187,746	(45,890)	(57,710)	84,146
Restricted funds				
Greenhouse	(983)	6,110	8,761	13,888
Turbine Development Officer	1,786	(1,786)	-	-
Green Project	16,139	(16,139)	-	-
Enterprise Zone	407,865	(1,221)	19,469	426,113
Eco Club	112	(112)	-	-
Youth Greenhouse Project	3,322	(3,322)	-	-
Recycling Project	<u>-</u>	<u>-</u>	<u>29,480</u>	<u>29,480</u>
	<u>428,241</u>	<u>(16,470)</u>	<u>57,710</u>	<u>469,481</u>
TOTAL FUNDS	<u>615,987</u>	<u>(62,360)</u>	<u>-</u>	<u>553,627</u>

Stronsay Development Trust

Notes to the Financial Statements - continued
for the Year Ended 31 August 2018

17. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	77,562	(123,452)	(45,890)
Restricted funds			
Green Project	-	(16,139)	(16,139)
Enterprise Zone	-	(1,221)	(1,221)
Greenhouse	-	6,110	6,110
Turbine Development Officer	-	(1,786)	(1,786)
Eco Club	-	(112)	(112)
Youth Greenhouse Project	-	(3,322)	(3,322)
	-	(16,470)	(16,470)
TOTAL FUNDS	<u>77,562</u>	<u>(139,922)</u>	<u>(62,360)</u>

Comparatives for movement in funds

	At 1.9.16 £	Net movement in funds £	Transfers between funds £	At 31.8.17 £
Unrestricted Funds				
General fund	241,967	(24,221)	(30,000)	187,746
Restricted Funds				
Greenhouse	277	(4,806)	3,546	(983)
Turbine Development Officer	1,786	-	-	1,786
Green Project	19,651	(1)	(3,511)	16,139
Enterprise Zone	384,093	(6,228)	30,000	407,865
Eco Club	114	-	(2)	112
Youth Greenhouse Project	3,355	-	(33)	3,322
	409,276	(11,035)	30,000	428,241
TOTAL FUNDS	<u>651,243</u>	<u>(35,256)</u>	<u>-</u>	<u>615,987</u>

Stronsay Development Trust**Notes to the Financial Statements - continued
for the Year Ended 31 August 2018****17. MOVEMENT IN FUNDS - continued**

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

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

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.9.16 £	Net movement in funds £	Transfers between funds £	At 31.8.18 £
Unrestricted funds				
General fund	241,967	(70,111)	(87,710)	84,146
Restricted funds				
Greenhouse	277	1,304	12,307	13,888
Turbine Development Officer	1,786	(1,786)	-	-
Green Project	19,651	(16,140)	(3,511)	-
Enterprise Zone	384,093	(7,449)	49,469	426,113
Eco Club	114	(112)	(2)	-
Youth Greenhouse Project	3,355	(3,322)	(33)	-
Recycling Project	-	-	29,480	29,480
	<u>409,276</u>	<u>(27,505)</u>	<u>87,710</u>	<u>469,481</u>
TOTAL FUNDS	<u>651,243</u>	<u>(97,616)</u>	<u>-</u>	<u>553,627</u>

Stronsay Development Trust

Notes to the Financial Statements - continued for the Year Ended 31 August 2018

17. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	179,824	(249,935)	(70,111)
Restricted funds			
Green Project	(1)	(16,139)	(16,140)
Enterprise Zone	1	(7,450)	(7,449)
Greenhouse	-	1,304	1,304
Turbine Development Officer	-	(1,786)	(1,786)
Eco Club	-	(112)	(112)
Youth Greenhouse Project	-	(3,322)	(3,322)
	-	(27,505)	(27,505)
TOTAL FUNDS	<u>179,824</u>	<u>(277,440)</u>	<u>(97,616)</u>

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.

Greenhouse 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.

Recycling Project

This project commenced in 2018 following the purchase of equipment for recycling which will be funded by the Climate Challenge Fund (CCF).

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 £61,854, 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**Detailed Statement of Financial Activities
for the Year Ended 31 August 2018**

	2018 £	2017 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	60,000	100,000
Other trading activities		
Sundry Income	5,202	319
Investment income		
Deposit account interest	-	31
Loan Interest Received	<u>1,654</u>	<u>1,912</u>
	1,654	1,943
Charitable activities		
Grants	<u>10,706</u>	<u>-</u>
Total incoming resources	77,562	102,262
EXPENDITURE		
Charitable activities		
Wages	34,691	2,066
Insurance	3,863	2,142
Light and heat	759	794
Telephone	741	719
Postage and stationery	681	657
Travel & Subsistence	577	362
Sundries	6,908	3,210
Repairs and Renewals	13,841	1,196
Community projects	69,478	113,083
Plant and machinery	1,287	214
Fixtures and fittings	4,083	4,083
Loss on sale of tangible fixed assets	<u>-</u>	<u>5,630</u>
	136,909	134,156
Support costs		
Finance		
Bank charges	381	150
Governance costs		
Accountancy	<u>2,632</u>	<u>3,212</u>
Total resources expended	139,922	137,518
Net expenditure	<u>(62,360)</u>	<u>(35,256)</u>

This page does not form part of the statutory financial statements