

An aerial photograph of a valley featuring a large, winding lake. The surrounding landscape includes rolling hills, a small village with buildings, and distant mountains under a dramatic, cloudy sky. The text is overlaid on this image.

Rannoch Community Trust

Annual Report and Financial Statements For the Year to 31 March 2020

Rannoch Community Trust

Report of the trustees for the year to 31 March 2020

The trustees are pleased to present their annual directors' report together with the financial statements of the charity for the year ended 31 March 2020 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006, the Memorandum and Articles of Association, and 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).

Chairman's Report

This year's report sees our community and the wider world slowly emerging from the covid-19 pandemic. It has shown us all what a fragile world we live in but at the same time I hope it has highlighted the importance of family, friends, communities and social networks –things that RCT was set up to help improve and nurture in our small community.

Successful securing of funding from LEADER and the Gannochy Trust, for which we are extremely grateful, has allowed us to forge ahead with work that is so important for this community - small projects with local groups, refurbishments of village halls, establishment of the youth group and many more. The tireless work of those that volunteer cannot be underestimated and must not be forgotten. I am sure that all those that live in Rannoch and Tummel would join me in thanking you all.

The funding has also crucially allowed us to employ David again as a project officer. We must thank him for all the work he did voluntarily in our funding gap to keep the ship afloat. He has been joined on a job share basis by Gwen, and their skill sets blend to give the trust a great resource.

Aside from the lower key everyday projects that are the lifeblood of the glen, I am pleased to report that significant progress is being made on two headline asks from the community development plan.

Following the 2017 housing need survey, it was established that there was a real need for a community housing project providing affordable housing in the village. Whilst we are in no way claiming to be at the point where we can count on this happening, a lot of hard work has been done and a potential scheme is slowly taking shape.

The application to purchase the Rannoch Outdoor Centre to convert it to the "social hub" this community is so desperate for is making significant progress. The asset transfer of the building from the council to the Trust has been recommended for approval by the appropriate council committee and the Scottish Land Fund stage two application for the purchase lodged. We hope very much to be able to deliver on a project that has been so widely talked about and so much work has been invested in. A huge fundraising effort will be needed to carry out the necessary renovations should we successfully acquire the asset!

Leader funding was also secured for the appointment of a community coordinator this year. Janine Holland was appointed to the role unaware that Coronavirus would radically change the job she had applied for. Janine together with the support of Barry and David have done a superb job supporting all those that have needed help in this current crisis and along with the Moor of Rannoch Hotel and the Station tearoom no one has been left wanting. A great example of a community looking out for everyone. We have also launched the Rannoch Food Bank with the help of donations from locals, the Pitlochry Co-op, PKC and several grants.

As always the work involved in progressing ideas and projects is time consuming and demanding and I am grateful to everyone who gives up their time in whatever way they can to help. Our community is strong and

resourceful and without doubt worth the effort. To those that are leant on the most I pass on special thanks and assure you that your efforts are not unrecognised.

Please continue to be well, stay safe and look forward with positivity to the next chapter of 2020/21.

Richard Barclay
Chairman
30 June 2020

Rannoch Community Trust

Report of the trustees for the year to 31 March 2020

Our purposes and activities

The purposes of the charity, in summary, are:

- the advancement of community development;
- the relief for those in need by reason of age, ill-health, financial hardship or other disadvantage;
- the provision of recreational facilities or organization of recreational activities;
- the promotion of environmental protection or improvement for the public benefit; and
- the advancement of the arts, heritage, culture or science.

The initial strategies employed to achieve the charity's aims and objectives are described in the Chairman's statement.

Our volunteers

The Trust is involved in the community and relies on voluntary help. In addition to the Board, over 10 volunteers have assisted us and are typically members of the company.

Financial review

The Trust had a good year as a charity with financial support from Leader Funding, Gannochy Trust, Highland Action Partnership and NHS Tayside. The support of government authorities and other charitable funders is essential to the future of Rannoch Community Trust. The Trust also started to receive donations from the local community to support the Trust's Coronavirus initiatives.

Going concern

The trustees are endeavoring to ensure the financial security of the Trust for the next 12 months and await the outcome of further grant applications. However, the trustees are of the view that the Trust is a going concern.

Trustees' responsibilities in relation to the financial statements

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

Company law requires the charity trustees to prepare financial statements for each period which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing the financial statements, the trustees are required to:

- select suitable accounting policies and then 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and the group and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Key management personnel

Trustees:

The directors of the charitable company (the charity) are its trustees for charity law. The trustees and officers serving during the period under review and since the period end were as follows:

Richard Barclay, Chairman

Richard owns and runs Innerhadden Estate and Innerhadden Hydro in Kinloch Rannoch. Richard is a director of the Sandend Harbour Trust and sits on various national venison strategy groups. Richard and his family are the third generation of his family to make Rannoch their home.

David Holland, Finance and Secretary

David is a chartered accountant and company secretary and has worked in financial services for 30 years. He was Head of Fund Accounting at an investment firm in Edinburgh until 30 April 2020 and relocated to his home in Rannoch in 2019. David is responsible for all finance and legal aspects of the charity. He is also a Finance Trustee of Support Choices, a new charity based in Dunkeld.

Gordon Brown

Gordon has always lived and worked in Kinloch Rannoch, on leaving school at the age of 18 joined the family business, J & P Brown & Sons and along with his wife, Anne, now run the business including the local taxi firm and is one of the DRT2 (Rannoch Dial a Bus) operators. He was a member of the local volunteer Fire service for 40 years (25 as crew manager) and is Club secretary of Rannoch and District Angling Club.

Kate Duncan (appointed 6 September 2019)

Kate is a PR and marketing consultant working with Scottish rural businesses. She also sits on the Rannoch Highland Gathering Committee. Kate grew up in Rannoch and always considered it very much as home throughout her years working in London and abroad. Kate and Andrew returned to West Tempar full time in 2019, and are managing the farm and developing business opportunities.

Barry Foley

Barry retired after a long career working in and for Health and Health Education in clinical, Management and Education senior/Director roles. He has been a non-executive Director/ Trustee Board member for several organisations and is currently is Vice-chair of Loch Rannoch Conservation Association. Barry has lived in Rannoch for over 5 years and was regular visitor prior to this.

Alistair Penman

Ali is a web designer and developer working for a small business based in Pitlochry and has been resident in Rannoch for 17 years. He is also the Kinloch Rannoch Village Hall Secretary, Recreation Club Secretary and organises many social events within the village. He confesses to being a dab hand at fixing the local's computers!

Project officers:

Gwen Joubert Beaumont

Gwen has a been working in the Third Sector across Scotland for the last 13 year, with a background in Fundraising, she has been helping individuals, small charities and communities to develop, grow and become more sustainable.

David Lyon

David initially worked in the voluntary sector supporting tenants and resident's federations in Manchester and Fife but has spent the last 20 years in local government working in housing, environment and transport.

Structure, Governance and Management

Governing Document

Rannoch Community Trust is a company limited by guarantee governed by its Memorandum and Articles of Association dated 12 January 2017, as amended on 3 September 2019. It is registered as a charity with the Scottish Charity Regulator. Anyone can become a member of the Company, subject to the Company's Articles of Association, and there are currently over 100 members, each of whom agrees to contribute £1 in the event of the charity winding up. The Trustees welcome all local residents to become members of the Trust.

Appointment and Resignation of trustees

There were no changes to the Board of Trustees during the year. The trustees are, subject to the recommendation of the Board, re-elected annually by the members of the company at the Annual General Meeting. The trustees have the power to co-opt directors to fill specialist roles though no more than one third of the Board shall consist of co-opted directors. The Board must consist of three to twelve directors.

Members are invited to nominate candidates prior to the AGM. When considering potential trustees, the Board has regard to the requirement for any specialist skills needed, gender diversity and representation from the community.

Trustee induction and training

New trustees are notified of their legal obligations under charity and company law, the Scottish Charity Regulator's guidance on trustee duties, and inform them of the content of the Memorandum and Articles of Association, the committee and decision-making processes and recent financial performance of the charity.

Organization

The Board of trustees administers the charity. They manage the day-to-day operations of the charity, together with the Project Officers. The Board normally meets 8 to 10 times a year and the Board is in the process of establishing a Community Representatives Group covering all aspects of community development.

Related parties

None of our trustees receive remuneration or benefits from their work for the charity. Any connection between a trustee and any other parties must be disclosed and these are detailed in the notes to the financial statements.

Pay policy

All directors give of their time freely and, as stated above, no director received remuneration in the period. The contracted hourly rate of the project officer staff is reviewed annually in accordance with average earnings.

Risk management

The trustees implement procedures designed to minimise or manage any potential impact on the charity as necessary. This work has identified that financial sustainability is the principal risk for the charity. A key element in the management of financial risk includes a regular review of available bank and cash balances and the monitoring of receipts from grant providers.

By order of the Board of trustees

David Holland, Finance Trustee

30 June 2020

Independent Examiner's Report to the Trustees of Rannoch Community Trust

I report on the accounts of the charity for the year to 31 March 2020, which are set out on pages 8 to 15.

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. I am qualified to undertake the examination by being a qualified member of The Institute of Chartered Accountants of Scotland.

Basis of independent examiner's report

My examination was 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 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 comply with the 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.

Gary Tait
30 June 2020
Chartered Management Accountant

Rannoch Community Trust
Statement of Financial Activities
(including income and expenditure account)
for the year to 31 March 2020

	Unrestricted Funds	Restricted Funds	Total Funds 2020	Total Funds 2019
Note	£	£	£	£
Income				
Donations	3	1,870	-	1,870
Grants		-	59,672	59,672
Membership fees		-	-	20
Project Income		775	-	775
Total Income		2,645	59,672	62,317
Expenditure				
<i>Expenditure on charitable activities:</i>				
Project Officers/Coordinator	5	-	13,515	13,515
Village Halls upgrade/equipment		-	12,888	12,888
Befriender Project		-	3,986	3,986
Affordable Housing		-	11,745	11,745
Community Hub Project		-	2,830	2,830
COVID19 initiatives		-	147	147
Hospital Transport		-	300	300
Mums & Toddles		-	240	240
Paths Group		-	4,613	4,613
Community Garden		-	-	1,000
Other	4	672	-	672
Total Expenditure		672	50,264	50,936
Net income/(expenditure) and net movement in funds for the period		1,973	9,408	11,381
				(3,658)
Reconciliation of funds				
Total funds brought forward		1,431	11,969	13,400
Total funds carried forward		3,404	21,377	24,781

The statement of financial activities includes all gains and losses recognised in the period. All income and expenditure derive from continuing activities.

Rannoch Community Trust
Balance Sheet as at 31 March 2020

	Note	2020 £	2019 £
Current Assets			
Debtors	9	15,819	1,247
Cash at bank and in hand		15,333	12,885
Total Current Assets		31,152	14,132
Liabilities			
Creditors falling due within one year	10	(6,371)	(732)
Net Current assets		24,781	13,400
 Net Assets		 24,781	 13,400
 The funds of the charity:			
Unrestricted income funds		3,404	1,431
Restricted income funds		21,377	11,969
Total charity funds	11	24,781	13,400

For the financial period ended 31 March 2020, the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies, although an examination has been carried out under the Charities and Trustees (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006.

The members have not required the charity to obtain an audit of its accounts for the period in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the presentation of accounts. These accounts are prepared in accordance with provisions applicable to companies subject to the small companies regime. The notes on pages 11 to 15 form part of these accounts.

Approved by the trustees on 30 June 2020.

David Holland, Finance Trustee

Rannoch Community Trust
Statement of Cash Flows
for the year to 31 March 2020

	Notes	2020 £	2019 £
Net cash flows from operating activities		<u>2,448</u>	<u>(1,003)</u>
Net cash flows from investing activities		<u>-</u>	<u>-</u>
Net cash flows from financing		<u>-</u>	<u>-</u>
Movement in cash and cash equivalents during the period	13	<u>2,448</u>	<u>(1,003)</u>
Cash and cash equivalents at the start of the period		12,885	13,888
Cash and cash equivalents at the end of the period		<u>15,333</u>	<u>12,885</u>

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Notes on the financial statements

1 Significant Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

a) 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) and the Companies Act 2006.

Rannoch Community Trust 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.

b) Preparation of the accounts on a going concern basis

The trustees are of the view that the charity is a going concern. The trustees remain in regular contact with sponsoring local authorities and funding organisations to secure their on-going financial support.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

d) Donated services and facilities

In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised and refer to the trustees' annual report for more information about their contribution.

e) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the Trust's work or for specific projects being undertaken by the Trust.

f) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities includes the costs of events and other activities undertaken to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

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g) Tangible fixed assets

Individual fixed assets costing £1,000 or more are capitalised at cost and are depreciated over their estimated useful economic lives on a straight-line basis. The charity does not currently have any fixed assets.

h) Debtors

Trade and other debtors are recognised at the settlement amount. Prepayments are valued at the amount prepaid.

i) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

2 Legal status of the Trust

The Trust is a company limited by guarantee and has no share capital. The liability of each member in the event of winding-up is limited to £1.

3 Income from donations and legacies

	2020	2019
	£	£
Gifts Legacies	-	-
Donations	1,870	-
	<u>1,870</u>	<u>-</u>

The Trust benefits greatly from the involvement and enthusiastic support of its many volunteers, details of which are given in our annual report. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not recognised in the accounts.

4 Analysis of expenditure on charitable activities

	2020	2019
	£	£
Governance and support costs	48	160
Public Liability Insurance	577	631
Other costs (including AGM)	47	959
Total Costs	<u>672</u>	<u>1,750</u>

The Trust initially identifies the costs of its support functions. It then identifies those costs which relate to the governance function. Any remaining support costs together with the governance costs are apportioned between the main charitable activities undertaken.

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5 Staff costs, trustee remuneration and expenses

	2020	2019
	£	£
Project Officers (contractors)	11,965	8,745
Community Support Coordinator (contractor)	1,550	-
	13,515	8,745
Befriender Project Coordinator (contractor)	2,006	6,529
Other expenses	240	28
	15,761	15,302

The Charity has no employees. The Project Officers and Coordinators contract their services to the charity at an agreed hourly rate. The charity trustees were not paid or received any other benefits from employment with the Trust. No charity trustee received payment for professional or other services supplied to the charity.

6 Related party transactions

There were no related party transactions during the year. However Janine Holland, who is married to David Holland, Trustee, was appointed as Community Support Coordinator during the year and received income amounting to £1,550 (2019: £nil). Due to the potential conflict of interest, David Holland abstained from the recruitment process and the Board of Trustees (excluding David Holland) unanimously approved the appointment of Janine Holland in January 2020.

7 Grants from Local Authorities and Other Organisations

Income from grants comprises grants made by local authorities, Leader Funding and Gannochy Trust to assist the funding of the charity's project officers and coordinators. NHS Tayside also provided a grant in connection with provision of the Befriender project. Several other grants were also received.

8 Corporation Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

9 Debtors

	2020	2019
	£	£
Due from grant awards	15,819	1,247
	15,819	1,247

10 Creditors: amounts falling due within one year

	2020	2019
	£	£
Other creditors and accruals	6,371	732
	6,371	732

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11 Analysis of charitable funds

	Opening balance £	Incoming resources £	Resources expended £	Funds 31 March 2020 £
Analysis of movements in unrestricted funds				
General fund	1,431	2,645	(672)	3,404
Analysis of movements in restricted funds				
Project Officer/Coordinator funding	-	15,658	(13,515)	2,143
Village Hall upgrades	-	12,888	(12,888)	-
Community Hub Project	-	2,830	(2,830)	-
Paths Group	7,523	10,281	(4,613)	13,191
Affordable Housing	-	12,605	(11,745)	860
COVID19 initiatives	-	2,000	(147)	1,853
Befriender Project	576	3,410	(3,986)	-
Mum & Toddlers	2,970	-	(240)	2,730
Hospital Transport	900	-	(300)	600
Community Garden	-	-	-	-
Total of restricted funds	11,969	59,672	(50,264)	21,377
Total of all funds	13,400	62,317	(50,936)	24,781

Name of fund	Description, nature and purposes of the fund
General Fund	To be used by the charity on an on-going basis for any of its activities.
Project Officer/Community Support Coordinator	To provide ongoing financing of a project officer, or part time project officers, and the Community Support Coordinator.
Village Hall Upgrades & equipment	To upgrade the village halls in the area and help provide new equipment.
Community Hub Project	To progress the Community Hub/pub project initiative.
Paths Group	To help maintain and improve paths, access, signage & picnic areas.
Affordable Housing	To progress the Affordable Housing project initiative.
COVID19	To support the COVID19 initiatives within the community.
Befriender Project	To support the local community and offer a befriender service. The current service ended in summer 2019.
Mums & Toddlers	To provide services to the Rannoch Mums & Toddlers Group.
Hospital Transport	To contribute towards the mileage costs of volunteer drivers when providing transport for locals to hospitals as and when required.
Community Garden	To provide and maintain a garden to be available to local community.

Rannoch Community Trust

12 Analysis of net assets between funds

	General Fund £	Restricted Funds £	2020 Total £	2019 Total £
Cash at bank and in hand	3,404	11,929	15,333	12,885
Other net current assets/(liabilities)	-	9,448	9,448	515
Total	<u>3,404</u>	<u>21,377</u>	<u>24,781</u>	<u>13,400</u>

13 Reconciliation of net movement in funds to net cash flow from operating activities

	2020 £	2019 £
Net movement in funds	11,381	(3,658)
(Increase)/decrease in debtors	(14,572)	6,353
Increase/(decrease) in creditors	5,639	(3,698)
Net cash inflow/(outflow) from operating activities	<u>2,448</u>	<u>(1,003)</u>