

REGISTERED COMPANY NUMBER: SC160308 (Scotland)  
REGISTERED CHARITY NUMBER: SC024080

**Report of the Trustees and  
Unaudited Financial Statements For The Year Ended 31 March 2012  
for  
Urachadh Uibhist**

MONDAY



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24/12/2012

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COMPANIES HOUSE

Campbell Stewart MacLennan & Co  
Chartered Accountants  
8 Wentworth Street  
Portree  
Highland  
IV51 9EJ

## **Urachadh Uibhist**

### **Report of the Trustees for the Year Ended 31 March 2012**

The trustees who are also directors of the charity for the purposes of the Companies Acts, present their report with the financial statements of the charity for the year ended 31 March 2012. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

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

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

SC160308 (Scotland)

##### **Registered Charity number**

SC024080

##### **Registered office**

Claddach Kirkibost Centre  
Lochmaddy  
North Uist  
HS6 5EP

##### **Trustees**

A Campbell  
U Robertson  
C Rintoul  
L Maclean  
A MacLellan  
S Stewart  
D Cooper  
I MacDonald

- appointed 21.10.11

##### **Company Secretary**

A Campbell

##### **Independent Examiner**

Faye MacLeod CA  
Campbell Stewart MacLennan & Co  
Chartered Accountants  
8 Wentworth Street  
Portree  
Highland  
IV51 9EJ

#### **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**

The company is managed by a board of directors ("the trustees") who are appointed in general meeting by the members, except that the trustees have power to appoint further trustees, including one individual nominated by Western Isles Enterprise. All members and trustees are entitled to one vote at general meetings. No person is entitled to an additional or casting vote.

##### **Related parties**

Transactions in the year are disclosed in the notes to the financial statements.

Trading activities are operated through UU Trading Limited, the financial performance and position are disclosed in the notes to the financial statements.

##### **Risk management**

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

#### **OBJECTIVES AND ACTIVITIES**

The company's principal objective is to relieve poverty and advance the education of the residents of Uist by the following means:

- the provision of education and training in skills of all kinds, particularly such as will assist the residents of Uist in obtaining paid employment; and
- the promotion of the implementation of schemes of industry and commerce for the benefit of the public in Uist.

## **Urachadh Uibhist**

### **Report of the Trustees for the Year Ended 31 March 2012**

#### **ACHIEVEMENT AND PERFORMANCE**

##### **Charitable activities**

The work of Urachadh Uibhist (UU) has been maintained, despite the lack of funding for a manager's position. This has resulted in additional pressure being placed on the charity's staff and board of trustees.

The Service Level Agreement (SLA) with Comhairle nan Eilean Siar (CNES) has continued to be vital in supporting the work carried out by charity. As in previous years, the charity provided Community Classes and Summer Cultural Events and with funding support from CNES and Comunn na Gaidhlig, the charity was able to utilise a summer student placement for the charity's events. Overall the number of users of the centre continues to increase each year, which supports the view of the board that the centre is important for the community of North Uist. However, because the charity's SLA funding has remained constant over the five year period, additional pressures have been placed on the charity's finances and the board plans to present the case to CNES for the continuation of the SLA in the years ahead and for a small increase to be provided.

During the year, the trustees reviewed the charity's expenditure on energy costs and have received full planning permission to erect a small wind turbine. It is hoped that this will reduce the charity's energy costs by £4,000 annually, with the charity also receiving Feed in Tariff Income of approximately £6,000 per year. The trustees are currently working towards securing funding for this project.

The charity experienced high transport costs for nursery visits during the year, these costs have been reviewed and the charity has seen a reduction in expenditure for the new session.

During the year, the Saoghal Beag Nursery experienced a very high demand for a place in the Baby Room, the spaces available at the nursery became fully booked and procedures regarding waiting lists were obtained from CNES and were communicated to parents. The board feels the high demand is a positive indicator for the future sustainability of the nursery.

The majority of the children entering primary school, from Saoghal Beag, enrolled in Gaelic Medium education which is encouraging and the charity also experienced a small increase in the places for English medium Pre-School education. However, a reduction in numbers for part of the year, resulted in the board taking the decision to reschedule the different language sessions. This decision was made in consultation with parents and the board felt this was a more efficient use of the charity's staff resources. The charity's nursery staff also carried out fundraising activities during the year and this has enabled the charity to purchase additional resources for the children.

The Board has also been working on a project to update and expand the information technology capabilities of the Claddach Kirkibost Centre, through the use of websites and video conferencing. This project was possible after funding was obtained from Leader and Highlands and Islands Enterprise.

The Board always welcomes additional members from within UU membership to help strengthen the work of the charity and is grateful for the support of the wider community of North Uist, volunteers and members of staff.

The Board of Urachadh Uibhist

#### **FINANCIAL REVIEW**

##### **Reserves policy**

The charity does not have a specific policy in relation to the retention of free reserves, which are those unrestricted funds not invested in fixed assets, designated to a specific purpose or otherwise committed. As indicated in the balance sheet at 31 March 2012, free reserves stood at negative £9,662 (2011 - £2,208). The directors recognise that unrestricted funds are lower than desired but consider this situation to be temporary and have put plans in place to increase the charity's reserves as outlined in note 17.

##### **Principal funding sources**

The principle funding sources in the year under review were Comhairle nan Eilean Siar, Highlands and Islands Enterprise and nursery fees.

**Urachadh Uibhist**

**Report of the Trustees  
for the Year Ended 31 March 2012**

**STATEMENT OF TRUSTEES RESPONSIBILITIES**

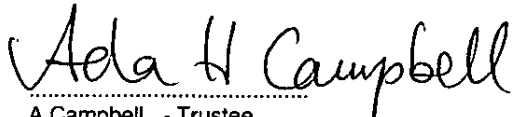
The trustees (who are also the directors of Urachadh Uibhist for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year 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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**ON BEHALF OF THE BOARD:**



A Campbell - Trustee

Date: 14/12/12

**Independent Examiner's Report to the Trustees of  
Urachadh Uibhist**

I report on the accounts for the year ended 31 March 2012 set out on pages five to thirteen.

**Respective responsibilities of trustees and examiner**

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity's trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under Section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

**Basis of the independent examiner's report**

My examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

**Independent examiner's statement**

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
- to keep accounting records in accordance with Section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
  - to prepare accounts which accord with the accounting records and to comply with Regulation 8 of the 2006 Accounts Regulations

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Faye MacLeod CA  
Campbell Stewart MacLennan & Co  
Chartered Accountants  
8 Wentworth Street  
Portree  
Highland  
IV51 9EJ

Date: 20 December 2012

Urachadh Uibhist

Statement of Financial Activities  
(Incorporating an Income and Expenditure Account)  
for the Year Ended 31 March 2012

		Unrestricted funds	Restricted funds	31.3.12 Total funds	31.3.11 Total funds as restated
	Notes	£	£	£	£
<b>INCOMING RESOURCES</b>					
<b>Incoming resources from generated funds</b>					
Voluntary income		280	-	280	18,747
Activities for generating funds	2	1,920	-	1,920	1,597
Investment income	3	(4,464)	-	(4,464)	28
<b>Incoming resources from charitable activities 4</b>					
Classes		1,615	-	1,615	2,945
Other core activities		4,001	2,000	6,001	5,250
Events		6,787	-	6,787	2,248
Nursery		108,610	1,000	109,610	92,457
Promote Gaelic		-	728	728	-
Local development officer		-	28,302	28,302	20,029
<b>Total incoming resources</b>		<b>118,749</b>	<b>32,030</b>	<b>150,779</b>	<b>143,301</b>
<b>RESOURCES EXPENDED</b>					
<b>Charitable activities</b>					
Administrative costs (nursery & other core activities)		13,778	127	13,905	29,524
Classes		1,427	-	1,427	1,340
Other core activities		10,087	-	10,087	6,792
Events		5,018	-	5,018	6,005
Nursery		85,002	1,000	86,002	80,177
Premises costs (nursery & other core activities)		48,079	3,935	52,014	39,988
Local development officer		-	27,727	27,727	14,931
<b>Governance costs</b>		<b>2,616</b>	<b>-</b>	<b>2,616</b>	<b>1,602</b>
<b>Total resources expended</b>		<b>166,007</b>	<b>32,789</b>	<b>198,796</b>	<b>180,359</b>
<b>NET INCOME/(EXPENDITURE) FOR THE YEAR before transfers</b>					
		(47,258)	(759)	(48,017)	(37,058)
Gross transfers between funds	15	728	(728)	-	-
<b>Net income/(expenditure) for the year</b>		<b>(46,530)</b>	<b>(1,487)</b>	<b>(48,017)</b>	<b>(37,058)</b>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<b>277,821</b>	<b>49,884</b>	<b>327,705</b>	<b>364,763</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>231,291</b>	<b>48,397</b>	<b>279,688</b>	<b>327,705</b>

The notes form part of these financial statements

Urachadh Ulbhist

Balance Sheet  
At 31 March 2012

	Notes	Unrestricted funds £	Restricted funds £	31.3.12 Total funds £	31.3.11 Total funds as restated £
<b>FIXED ASSETS</b>					
Tangible assets	10	240,951	20,794	261,745	295,488
Investments	11	<u>2</u>	<u>-</u>	<u>2</u>	<u>4,482</u>
		240,953	20,794	261,747	299,970
<b>CURRENT ASSETS</b>					
Debtors	12	22,852	-	22,852	12,216
Cash at bank		<u>(26,578)</u>	<u>42,576</u>	<u>15,998</u>	<u>38,788</u>
		(3,726)	42,576	38,850	51,004
<b>CREDITORS</b>					
Amounts falling due within one year	13	(5,936)	(14,973)	(20,909)	(23,269)
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		<u>(9,662)</u>	<u>27,603</u>	<u>17,941</u>	<u>27,735</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>231,291</u>	<u>48,397</u>	<u>279,688</u>	<u>327,705</u>
<b>NET ASSETS</b>		<u>231,291</u>	<u>48,397</u>	<u>279,688</u>	<u>327,705</u>
<b>FUNDS</b>	15				
Unrestricted funds				231,291	277,821
Restricted funds				48,397	49,884
<b>TOTAL FUNDS</b>				279,688	327,705

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2012.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2012 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- 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 small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Trustees on 14/12/12 and were signed on its behalf by:

*Ada H Campbell*

A Campbell -Trustee

The notes form part of these financial statements

**Notes to the Financial Statements  
for the Year Ended 31 March 2012**

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements set out the results of the company's activities for the year and its financial position at the balance sheet date. Consolidated financial statements have not been prepared as the group qualifies for exemption, as a small group, in terms of section 383 of the Companies Act 2006 and paragraph 383 (b) of the SORP.

The results of the company's wholly-owned subsidiary, U U Trading Limited, are included by use of the equity method of accounting whereby, provided that the net assets of the subsidiary undertaking are not in deficit, a one-line entry is included in the Statement of Financial Activities in order to reflect the profit or loss of the subsidiary for each accounting period.

The company does not exceed the statutory audit threshold and has therefore taken advantage of the SORP concessions available to small charities.

**Accounting convention**

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005), the Companies Act 2006 and the Reporting and Accounting by Charities Statement of Recommended Practice, issued by the Charities Commission in England and Wales in March 2005 (the "SORP")

**Incoming resources**

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Voluntary income includes donations, grants which provide core funding or are of a general nature and membership fees.

Investment income consists donations from, and the annual profit or loss of, the trading subsidiary and bank interest received.

Income from charitable activities includes grants for the provision of goods or services to beneficiaries, including income from service level agreements, and other fees and income raised from activities carried out in furtherance of the charitable objectives.

Donations in kind are valued at cost, or the trustees estimation thereof, in the period in which the goods or services are received.

**Resources expended**

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.

Charitable expenditure comprises those costs incurred by the company in the delivery of its activities and services to beneficiaries. It includes both costs that can be directly allocated to such activities and those costs of an indirect nature necessary to support them. Support costs in connection with generating voluntary and investment income are not significant and have therefore not been apportioned.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the company and include accountancy fees and costs relating to the strategic management of the company.

**Tangible fixed assets**

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

Land and buildings	- over the term of the lease
Plant and machinery etc	- 25% on reducing balance and 15% on reducing balance

**Taxation**

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



Notes to the Financial Statements - continued  
for the Year Ended 31 March 2012

1. ACCOUNTING POLICIES - continued

**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.

A designated fund is that part of the charity's unrestricted funds that the charity trustees have decided to earmark or designate, for a particular purpose.

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

**Lease commitments**

Rentals paid under operating leases are charged to the SOFA as incurred. Lease obligations are disclosed in the notes to the financial statements.

2. ACTIVITIES FOR GENERATING FUNDS

	31.3.12	31.3.11 as restated
	£	£
Fundraising events	<u>1,920</u>	<u>1,597</u>

3. INVESTMENT INCOME

	31.3.12	31.3.11 as restated
	£	£
Profit/loss on subsidiary	(4,480)	-
Interest received	<u>16</u>	<u>28</u>
	<u>(4,464)</u>	<u>28</u>

4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

5. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	31.3.12	31.3.11 as restated
	£	£
Depreciation - owned assets	18,580	17,190
Deficit on disposal of fixed asset	17,595	-
Independent Examination fees	1,000	1,000
Fees for accountancy and other services	<u>1,601</u>	<u>1,302</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

The trustees received no remuneration or other benefits for the year ended 31 March 2012 or for the year ended 31 March 2011.

**Trustees' Expenses**

There were no trustees' expenses paid for the year ended 31 March 2012 nor for the year ended 31 March 2011.

# Urachadh Uibhist

## Notes to the Financial Statements - continued for the Year Ended 31 March 2012

### 7. STAFF COSTS

	31.3.12	31.3.11 as restated
	£	£
Wages and salaries	112,780	104,707
Social security costs	<u>6,499</u>	<u>6,582</u>
	<u>119,279</u>	<u>111,289</u>

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

	31.3.12	31.3.11
Nursery (2 FT, 5 PT)	7	7
Administrative	1	2
Part-time cleaner	1	1
Part-time events	<u>1</u>	<u>1</u>
	<u>10</u>	<u>11</u>

### 8. PRIOR YEAR ADJUSTMENT

When preparing this year's financial statements, it was found that a donation for £5,000 from the charity's trading subsidiary, UU Trading Ltd, had been incorrectly recorded within the prior year's accounts. This donation was accrued in the accounts for the year ended 31 March 2010, but was included again, when the proceeds of the donation were received by the charity in the year ended 31 March 2011. The prior year's transaction has now been reversed and restated in the accounts.

A further adjustment has been made to the prior year's figures for a VAT adjustment of £2,970 which the Trustees do not believe is payable to HMRC.

### 9. FUNDS HELD AS AGENT

Trustees and management continued to work in partnership with Comhairle nan Eilean Siar ("CNES") in relation to the Claddach Kirkibost Centre situated on land owned by CNES. Urachadh-Uibhist ("UU") managed the capital project which has extended the leasehold building, providing additional rooms for increased childcare provision and a wider range of support services establishing a multi use 'Family Centre' within the local community. The nursery moved back to the Claddach Kirkibost Centre after the 2008 Easter holiday. The twelve month defects period, that commenced in March 2008, was extended to late 2011, as a number of items remain unresolved.

UU is responsible for furnishing and equipment costs and associated amounts are accounted for within restricted funds. They acted as agent on behalf of CNES in managing the building extension project with £701,832 of grants being received between March 2007 and 31 March 2011, and expenditure on the building project totalling £687,459 for this period. These amounts have been excluded from the financial statements. The remaining funds held on behalf of CNES are accounted for within restricted bank funds, with the equivalent amount recognised as other creditors.

Urachadh Uibhist

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2012

10. TANGIBLE FIXED ASSETS

	Wind turbine £	Long leasehold £	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>					
At 1 April 2011	-	348,419	105,898	8,169	462,486
Additions	369	-	1,399	664	2,432
Disposals	-	(21,578)	(5,011)	-	(26,589)
At 31 March 2012	<u>369</u>	<u>326,841</u>	<u>102,286</u>	<u>8,833</u>	<u>438,329</u>
<b>DEPRECIATION</b>					
At 1 April 2011	-	87,065	73,531	6,402	166,998
Charge for year	-	13,074	4,898	608	18,580
Eliminated on disposal	-	(5,092)	(3,902)	-	(8,994)
At 31 March 2012	-	<u>95,047</u>	<u>74,527</u>	<u>7,010</u>	<u>176,584</u>
<b>NET BOOK VALUE</b>					
At 31 March 2012	<u>369</u>	<u>231,794</u>	<u>27,759</u>	<u>1,823</u>	<u>261,745</u>
At 31 March 2011	-	<u>261,354</u>	<u>32,367</u>	<u>1,767</u>	<u>295,488</u>

At the year end, the charity had incurred planning fees of £369, for the installation of a wind turbine. No depreciation was charged on this asset during the year.

During the year, a thorough review of the fixed asset register was undertaken and any obsolete assets, no longer in use by the charity were eliminated from the accounts.

11. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
<b>MARKET VALUE</b>	
At 1 April 2011	4,482
Disposals	(4,480)
At 31 March 2012	<u>2</u>
<b>NET BOOK VALUE</b>	
At 31 March 2012	<u>2</u>
At 31 March 2011	<u>4,482</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:

U U Trading Limited

Nature of business: café and shop operators

%

Class of shares:

holding

Ordinary

100.00

	30.09.11 £	31.03.10 £
Aggregate capital and reserves	(12,098)	4,482
Profit / (Loss) for the year	<u>(16,578)</u>	<u>7,828</u>

Urachadh Uibhist

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2012

11. FIXED ASSET INVESTMENTS - continued

The charity incorporated U U Trading Limited, a wholly-owned subsidiary undertaking, on 22 May 2002 on which date the operation of the café and shop at the Claddach Kirkibost Centre was transferred to that company.

The board acknowledges that the performance of the UU Trading Ltd has been lower than in previous accounting periods and plan to improve this situation, through savings to staff costs and by new activities, which will generate increased levels of revenue.

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.12	31.3.11 as restated
	£	£
Amounts owed by group undertakings	7,626	1,459
Other debtors	<u>15,226</u>	<u>10,757</u>
	<u>22,852</u>	<u>12,216</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.12	31.3.11 as restated
	£	£
Trade creditors	2,414	3,503
Taxation and social security	1,851	1,397
Other creditors	<u>16,644</u>	<u>18,369</u>
	<u>20,909</u>	<u>23,269</u>

14. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	31.3.12	31.3.11 as restated
	£	£
Expiring:		
In more than five years	<u>1</u>	<u>1</u>

Urachadh Uibhist

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2012

15. MOVEMENT IN FUNDS

	At 1.4.11 £	Net movement in funds £	Transfers between funds £	At 31.3.12 £
<b>Unrestricted funds</b>				
General fund	22,019	(17,635)	728	5,112
Designated fund - Claddach Kirkibost Centre	253,598	(29,260)	-	224,338
Designated fund - ICT furniture and equipment	353	(53)	-	300
Designated fund - ICT computers	335	(84)	-	251
Designated fund - Knitting machines	157	(23)	-	134
Designated fund - Equipment development	1,297	(194)	-	1,103
Designated fund - Kitchen appliances	62	(9)	-	53
	<u>277,821</u>	<u>(47,258)</u>	<u>728</u>	<u>231,291</u>
<b>Restricted funds</b>				
Nursery equipment *	3,495	(524)	-	2,971
Claddach Kirkibost Centre extension furnishings & equipment *	31,657	(448)	-	31,209
Claddach Kirkibost Centre furnishings & equipment *	9,128	(2,963)	-	6,165
Copier*	506	(126)	-	380
Local development officer	5,098	574	-	5,672
Bilingual signs	-	728	(728)	-
Video conferencing	-	2,000	-	2,000
	<u>49,884</u>	<u>(759)</u>	<u>(728)</u>	<u>48,397</u>
<b>TOTAL FUNDS</b>	<u>327,705</u>	<u>(48,017)</u>	<u>-</u>	<u>279,688</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	118,749	(136,384)	(17,635)
Designated fund - Claddach Kirkibost Centre	-	(29,260)	(29,260)
Designated fund - Knitting machines	-	(23)	(23)
Designated fund - Equipment development	-	(194)	(194)
Designated fund - ICT furniture and equipment	-	(53)	(53)
Designated fund - ICT computers	-	(84)	(84)
Designated fund - Kitchen appliances	-	(9)	(9)
	<u>118,749</u>	<u>(166,007)</u>	<u>(47,258)</u>
<b>Restricted funds</b>			
Gaelic nursery provision	1,000	(1,000)	-
Local development officer	28,302	(27,728)	574
Bilingual signs	728	-	728
Video conferencing	2,000	-	2,000
Copier*	-	(126)	(126)
Nursery equipment *	-	(524)	(524)
Claddach Kirkibost Centre extension furnishings & equipment *	-	(448)	(448)
Claddach Kirkibost Centre furnishings & equipment *	-	(2,963)	(2,963)
	<u>32,030</u>	<u>(32,789)</u>	<u>(759)</u>
<b>TOTAL FUNDS</b>	<u>150,779</u>	<u>(198,796)</u>	<u>(48,017)</u>

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2012**

**15. MOVEMENT IN FUNDS - continued**

Resources expended against designated funds, and restricted funds marked \*, comprise depreciation of fixed assets purchased with those funds.

The gaelic nursery provision fund was awarded to provide gaelic nursery resources. This fund was fully expended during the year.

The video conferencing fund was awarded for purpose of purchasing video conferencing equipment. This fund has been carried forward and will be expended after the year end.

Highland and Islands Enterprise offered a local development worker to North Uist and the charity agreed to be the host employer and carry out the required administration. The position commenced in September 2010 and will continue to September 2012, with the remaining balance of this fund carried forward for this purpose.

**Transfers between funds**

During the year, the charity received additional funding towards bilingual expenditure. A transfer of £728 was made to the charity unrestricted funds as in the prior year, expenditure attributable to this project had been expended from the charity's unrestricted funds.

**16. RELATED PARTY DISCLOSURES**

Goods amounting to £740 were purchased from ACBS IT, a business owned by the son of trustee, Ada Campbell, in the year to 31 March 2012 (£1,686 - 2011). Transactions were pre-approved by the board and took place on an arms-length basis. No amounts were outstanding at 31 March 2012. (2011 - £nil).

Ada Campbell, trustee, received £150 for teaching computer classes during the year. No amounts were outstanding at 31 March 2012 (2011 - £ nil).

The charity paid £195 of expenses and provided a £6,000 loan to UU Trading Ltd, a subsidiary of the charity. The charity purchased products to the value of £1,590 from the subsidiary during the year. The balance due from the company's subsidiary at 31 March 2012 was £7,626 (2011 - £1,459).

**17. ULTIMATE CONTROLLING PARTY**

The company is limited by guarantee and is controlled by its board of directors.

**18. GOING CONCERN**

At 31 March 2012, free reserves stood at negative £9,662 (2011 - £2,208), those unrestricted funds not invested in fixed assets, designated to a specific purpose or otherwise committed. This deficit was temporarily funded from restricted funds and has been reversed after the year end. The directors recognise that unrestricted funds are lower than desired but consider this situation to be temporary. £7,626 was owed by the wholly owned trading subsidiary, UU Trading Ltd, at 31 March 2012 (£1,459 - 2011) and steps have been taken since the year end to increase the income generated by the subsidiary.

The board are also working hard to raise additional income through fundraising activities and are planning to install a wind turbine to generate income and reduce the charity's energy costs. In addition, the board will also be negotiating to increase in the level of income from the charity's service level agreement with Comhairle nan Eilean Siar.

The directors are therefore satisfied that the charity will continue for the foreseeable future.

Urachadh Uibhist

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2012

	31.3.12 £	31.3.11 as restated £
<b>INCOMING RESOURCES</b>		
<b>Voluntary income</b>		
Grants	-	18,350
Membership	265	397
Gifts in kind	15	-
	<u>280</u>	<u>18,747</u>
<b>Activities for generating funds</b>		
Fundraising events	1,920	1,597
<b>Investment income</b>		
Profit/loss on subsidiary	(4,480)	-
Interest received	16	28
	<u>(4,464)</u>	<u>28</u>
<b>Incoming resources from charitable activities</b>		
Nursery fees	61,905	52,569
Events entry fees	1,787	1,748
Classes fees	865	2,945
Grants	85,685	63,630
Sundry receipts	765	202
Office services	2,036	1,835
	<u>153,043</u>	<u>122,929</u>
<b>Total incoming resources</b>	<b>150,779</b>	<b>143,301</b>
<b>RESOURCES EXPENDED</b>		
<b>Charitable activities</b>		
Wages	102,289	83,918
Social security	6,353	5,752
Advertising	1,607	1,264
Sundries	1,436	2,838
Events costs	3,650	2,885
Tutor fees	1,387	1,490
Travel expenses	3,511	2,449
Subscriptions	321	680
Nursery resources	1,702	1,231
Bad debt expense	-	630
Training	1,555	(50)
Extending ICT network	-	1,510
	<u>123,811</u>	<u>104,597</u>
<b>Governance costs</b>		
Companies House fee	15	15
Accountancy	2,601	1,587
	<u>2,616</u>	<u>1,602</u>
<b>Support costs</b>		

This page does not form part of the statutory financial statements

Urachadh Uibhist

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2012

	31.3.12	31.3.11 as restated
	£	£
<b>Management</b>		
Wages	10,491	20,789
Social security	146	830
Rates and water	840	969
Insurance	2,750	2,168
Light and heat	12,070	19,246
Telephone	1,136	995
Postage and stationery	1,690	3,351
Advertising	-	724
Sundries	144	549
Rent	1,170	1,114
Repairs and renewals	3,254	3,696
Cleaning and household costs	1,989	2,364
Depreciation of tangible and heritage assets	18,581	17,190
Loss on disposal of fixed assets	17,595	-
Bank charges	513	175
	<u>72,369</u>	<u>74,160</u>
<b>Total resources expended</b>	198,796	180,359
	<u>          </u>	<u>          </u>
<b>Net expenditure</b>	<u>(48,017)</u>	<u>(37,058)</u>