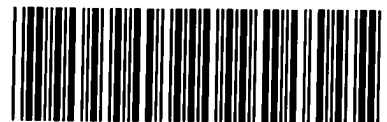


REGISTERED COMPANY NUMBER: SC264198 (Scotland)
REGISTERED CHARITY NUMBER: SC035316

Report of the Trustees and
Financial Statements for the Year Ended 31 March 2022
for
SLEAT COMMUNITY TRUST
(Consolidated)

Mann Judd Gordon Ltd
Chartered Accountants
& Statutory Auditors
26 Lewis Street
Stornoway
Isle of Lewis
HS1 2JF

THURSDAY



SBJX2LRV

SCT

29/12/2022

#56

COMPANIES HOUSE

**Contents of the Financial Statements
for the Year Ended 31 March 2022**

	Page
Report of the Trustees	1 to 5
Report of the Independent Auditors	6 to 9
Statement of Financial Activities - group	10
Statement of Financial Activities – charity only	11
Balance Sheet - group	12
Balance Sheet – charity only	13
Cash Flow Statement - group	14
Notes to the Cash Flow Statement - group	15
Cash Flow Statement – charity only	16
Notes to the Cash Flow Statement – charity only	17
Notes to the Financial Statements	18 to 29

SLEAT COMMUNITY TRUST

Report of the Trustees for the Year Ended 31 March 2022

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 March 2022. 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 2019).

This report relates to the operations of the charity and its wholly owned subsidiaries, Sleat Community Trading Company Limited (SCTCL) and Sleat Renewables Limited (SRL), which deliver specific elements of the charity's objectives, in order to clearly show the achievements of the organisation.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal objectives of the Trust are to promote for the benefit of the inhabitants of Sleat and environs the advancement of education, the relief of poverty, the development of industry and commerce and the provision of social and leisure facilities. The directors meet monthly as do the two trading subsidiaries. There are also several sub-groups each led by one of the directors pursuing particular areas of interest. These sub-groups report to the main board or its subsidiaries and are concerned with development of tourism, the environment and forest development. There are over 500 members, representing over 70% of the adult population of Sleat.

SLEAT COMMUNITY TRUST

Report of the Trustees for the Year Ended 31 March 2022

STRATEGIC REPORT

Achievement and performance

Charitable activities

Review of 2021/22 targets

At last year's AGM we identified a number of a number of targets which the Trust and its subsidiaries aimed to deliver within the 2021/22 financial year. We are pleased to report that these targets have largely been achieved as follows:-

- To maintain a reliable service for Skyenet community broadband subscribers and plan for a smooth transition as the large providers roll out fibre services to smaller communities. **ACHIEVED** - the number of Skyenet subscribers continue to increase with robust levels of reliability. This service will be available for the community for as long as it is financially viable. Fibre services are slowly becoming available and we have to expect that in the next year there will be some impact on our number of subscribers.
- To finalise budgets and snagging for the Armadale redevelopment project. **ACHIEVED** - Through the hard work of our Business Development Officer (BDO) the books are balanced, despite contributing extra to 'finishing off' costs.
- To explore matched funding opportunities for re-planting of more areas of Tormore forest. **ONGOING**
- The further development of Visit Sleat to service local hospitality providers and their customers, particularly in view of post Covid conditions. **ACHIEVED** - there is now an excellent display of tourist materials in the shop foyer and the interactive screen is proving very useful.
- To ensure that the new shop, Post Office and fuel services are well established in their new premises. **ACHIEVED** - there has been fantastic community support for Armadale stores which are now operating under the shared management of Catherine De Vries, Norma MacPherson and Debbie Trussler.
- To examine opportunities with the community to provide further pathways and cycle tracks within the Tormore area. **ACHIEVED** and **ONGOING**. There has been a lot of activity co-ordinated by local cycling enthusiasts, much pathway work from the Tormore Volunteers and a fantastic week of volunteer work with Radical Travel.
- Additional target achieved is a large area of peatland restoration completed on the north side of Tormore.
- To encourage new members to be involved in the day to day monitoring and administration of the Camard micro-hydro project. **ACHIEVED** - Mark Entwistle has done an excellent job this year and the Hydro Board is now established with new members currently being added. The new SCT caretaker will be involved with the day to day tasks. Output for the eight month's generation in the 2021/22 financial year were enough to allow a contribution to the community in March 2023.
- To finally complete the Capasdal plot sales and render any surplus, after the Armadale redevelopment costs, to reducing the Tormore Forest loan. **PARTIALLY ACHIEVED** - three houses are complete but the subsidised plot has still not attracted a buyer.
- To provide a motorhome service area to reduce the pressure on local amenities. **ONGOING** - Plans for an area behind the old SMO buildings have been accepted and funding secured. Construction about to begin. A feasibility Study for another area at the entrance to Tormore Forest is nearing completion.
- To look at the feasibility of further carbon reduction projects in the Sleat area. **ONGOING** - Our Assistant BDO is working hard to look at new projects and increase the business capacity of Sleat Renewables.
- To continue to press for local sporting amenities through a joint project with SMO. **ONGOING** - This is a major project which is a long term aspiration.
- Continuing to run the Community electric vehicle and look at further carbon-reducing transport opportunities. **ONGOING** - The Community Bus is well used, but we need more volunteer drivers to reduce the pressure on our current list of volunteers.

Donations during the 2021/2 year were £500 to Sleat and Strath Football Club (Broadford Y.C.) and a donation to the Senior Citizens' Lunch Club.

Financial review

Reserves policy

The trustees aim to maintain liquid reserves to cover at least three months of core funding. They are content that this target was met at 31 March 2022.

SLEAT COMMUNITY TRUST

Report of the Trustees for the Year Ended 31 March 2022

STRATEGIC REPORT

Future plans

The Trust and its subsidiaries aim to deliver the following within the next financial year:

- Skyenet - To produce a financial framework for investment to maintain the current high levels of reliability. To monitor closely the threats and opportunities presented by the fibre roll-out.
- Visit Sleat - To survey business customers to assess whether VS is still a good fit for their needs.
- To further develop the business model for Sleat Renewables, bidding for extra funding to increase mechanisation.
- To closely monitor the financial performance of Armadale Stores to ensure sustainability, particularly over the winter period.
- To continue path and cycle track works in Tormore and to put a high priority on a link path suitable for younger users from the forestry track down to the Aird Road at Capasdal.
- To progress the existing motorhome service area plans, completing the one at Kilbeag.
- To keep pushing for the local sporting amenities project through joint working with SMO.
- To increase the number of volunteer drivers for the Community Bus.
- To increase the number of directors on the Trading and Renewable Boards to reduce 'volunteer fatigue'.
- To use any donations from Sleat Hydro to further these objectives.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Trust is incorporated as a company limited by guarantee, incorporated on 1 March 2004. It was granted recognition by the Inland Revenue as a charity on 1 March 2004.

The objects and powers of the Trust are set out in its Memorandum of Association, in terms of which its principal purpose is to promote for the benefit of the inhabitants of Sleat and environs in partnership with public and voluntary organisations and locals, the advancement of education, the relief of poverty, development of industry and commerce and provision of social and leisure facilities.

Recruitment and appointment of new trustees

Directors are appointed to represent the community and are elected at the annual general meeting. Newly appointed directors are given a short period of induction on the operation and aims of the board by existing directors following appointment.

Organisational structure

The Trust has two wholly owned subsidiaries Sleat Renewables Ltd (SRL) and Sleat Community Trading Company Limited (SCTCL).

Related parties

The charity is a member of the Development Trusts Association Scotland (DTAS). DTAS is the national body for development trusts in Scotland, supporting organisations in unlocking the potential within their community. The Trust is also a member of the Community Woodlands Association, Community Energy Scotland and Community Land Scotland.

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.

The principal risk to which the charity is exposed is the inability to raise sufficient funds to achieve its objectives. The directors ensure that adequate funding is in place before committing the charity to any expenditure. Monthly cash flow reports and discussion of finances at each board meeting ensure robust fiscal management by the Trustees and staff.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC264198 (Scotland)

Registered Charity number

SC035316

SLEAT COMMUNITY TRUST

Report of the Trustees for the Year Ended 31 March 2022

Registered office

Trust Offices
Armadale
Sleat
Isle of Skye
IV45 8RS

Trustees

M MacGillivray
J MacInnes
J D MacInnes
E Grant
R Morrison
M F Maclean
P C A Nollent (appointed 17.11.21)
R van Ruitenbeek (appointed 25.5.21)
D A MacLennan
P H Roberts
R J Murray

Company Secretary

S C Hess

Senior Statutory Auditor

Andrew Cumming CA

Auditors

Mann Judd Gordon Ltd
Chartered Accountants
& Statutory Auditors
26 Lewis Street
Stornoway
Isle of Lewis
HS1 2JF

Bankers

Royal Bank of Scotland
Main Street
Kyle of Lochalsh
IV40 8AB

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Sleat Community Trust 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) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

**Report of the Trustees
for the Year Ended 31 March 2022**

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

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;
- state whether applicable 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 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.

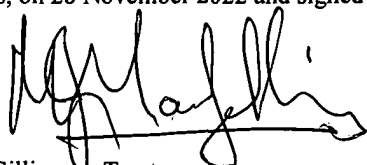
In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Mann Judd Gordon Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 28 November 2022 and signed on the board's behalf by:

A handwritten signature in black ink, appearing to read 'M MacGillivray', is written over a horizontal line.

M MacGillivray - Trustee

Report of the Independent Auditors to the Trustees and Members of Sleat Community Trust

Opinion

We have audited the financial statements of Sleat Community Trust (the 'parent charitable company') and its subsidiaries (the group) for the year ended 31 March 2022 which comprise the group and parent charitable company's Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 March 2022 and of the group and parent charitable company's incoming resources and application of resources, including the group and parent charitable company's income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Report of the Independent Auditors to the Trustees and Members of Sleat Community Trust

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and parent charitable company and environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group and parent charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group and parent charitable company or to cease operations, or have no realistic alternative but to do so.

Report of the Independent Auditors to the Trustees and Members of Sleat Community Trust

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach was as follows:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the entity and determined that the most significant are those relating to employment matters and those relating directly to the preparation of the financial statements; that is FRS102, Charities SORP and the Companies Act 2006. As the parent charitable company, it is additionally subject to the Licencing (Scotland) Act 2005 and those covering the sale of fuel and flammable liquids, in relation to Sleat Community Trading Company Ltd; and a Forest Emergency Action Plan relating to Sleat Renewables Ltd.

We assessed the risks of material misstatement in respect of fraud as follows:

As part of our audit team discussion, we identified if any particular area was more susceptible to misstatement. A list of the known related parties was compiled along with an expectation of transactions between them. We then made fraud enquires of those charged with governance and confirmed our related party list.

Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above. We corroborated our enquiries of those charged with governance by a review of the board minutes to date, a review of the bank statements to date and a review of legal fees charged in the year for any evidence of legal or regulatory issues. Our considerations at planning were corroborated and no further legal or regulatory issues were noted.

We considered the risk of fraud through management override and, in response, we incorporated testing of manual journal entries throughout the year into our audit approach. A review of the year of bank statements was undertaken, to identify any large or unusual transactions. No transactions outside the normal course of business were identified.

Given the size of the entity, segregation of duties is limited, so we designed our audit procedures to identify and to address any material misstatements arising from this. Appropriate approval controls were found to be in place.

As the parent charitable company of Sleat Community Trading Limited and Sleat Renewables Limited, we have considered any instance of non-compliance by the subsidiary company and subsequent effect on the group. We are auditors for all entities within the group.

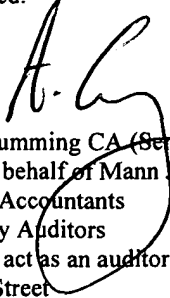
The engagement partner's assessment of whether the engagement team collectively had the appropriate competence and capabilities to identify or recognise non-compliance with laws and regulations concluded that the overall risk was of fraud and misstatement was low and the experience of the audit team assigned was sufficient and no specialists were required. An appropriate level of materiality has been calculated in consideration of the inherent difficulty in detecting irregularities along with the perceived level of risk.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Trustees and Members of
Sleat Community Trust**

Use of our report

This report is made solely to the group and parent charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the group and parent charitable company's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the group and parent charitable company's members and the trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the group and parent charitable company and the group's and parent charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Andrew Cumming CA (Senior Statutory Auditor)
for and on behalf of Mann Judd Gordon Ltd
Chartered Accountants
& Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
26 Lewis Street
Stornoway
Isle of Lewis
HS1 2JF

28 November 2022

SLEAT COMMUNITY TRUST

**Statement of Financial Activities - Group
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 March 2022**

	Notes	Unrestricted funds £	Restricted funds £	31.3.22 Total funds £	31.3.21 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	18,536	331,566	350,102	552,698
Other trading activities	3	770,158	-	770,158	441,034
Investment income	4	9,061	-	9,061	9,050
Other income		-	-	-	74,990
Total		<u>797,755</u>	<u>331,566</u>	<u>1,129,321</u>	<u>1,077,772</u>
EXPENDITURE ON					
Raising funds	5	601,789	-	601,789	282,678
Charitable activities	6				
Charitable activities		162,584	42,221	204,805	66,939
Sleat Community Trading Company Limited		32,055	-	32,055	136,708
Sleat Renewables Limited		2,771	-	2,771	19,087
Depreciation		<u>22,833</u>	<u>10,555</u>	<u>33,388</u>	<u>31,721</u>
Total		<u>822,032</u>	<u>52,776</u>	<u>874,808</u>	<u>537,133</u>
NET INCOME/(EXPENDITURE)		(24,277)	278,790	254,513	540,639
RECONCILIATION OF FUNDS					
Total funds brought forward		600,822	1,299,907	1,900,729	1,360,090
TOTAL FUNDS CARRIED FORWARD		<u>576,545</u>	<u>1,578,697</u>	<u>2,155,242</u>	<u>1,900,729</u>

The notes form part of these financial statements

SLEAT COMMUNITY TRUST

**Statement of Financial Activities – charity only
for the Year Ended 31 March 2022**

	Notes	Unrestricted funds £	Restricted funds £	31.3.22 Total funds £	31.3.21 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		45,634	331,566	377,200	575,109
Other trading activities		2,596	-	2,596	3,526
Investment income		9,061	-	9,061	9,050
Other income		-	-	-	74,990
Total		<u>57,291</u>	<u>331,566</u>	<u>388,857</u>	<u>662,675</u>
EXPENDITURE ON					
Charitable activities					
Charitable activities		54,406	42,221	96,627	77,940
Depreciation		-	10,555	10,555	31,721
Total		<u>54,406</u>	<u>52,776</u>	<u>107,182</u>	<u>109,661</u>
NET INCOME		2,885	278,790	281,675	553,014
RECONCILIATION OF FUNDS					
Total funds brought forward		243,363	1,299,907	1,543,270	990,256
TOTAL FUNDS CARRIED FORWARD		<u>246,248</u>	<u>1,578,697</u>	<u>1,824,945</u>	<u>1,543,270</u>

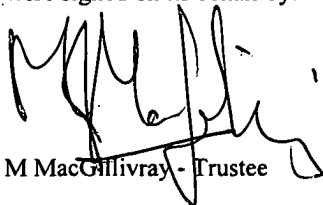
The notes form part of these financial statements

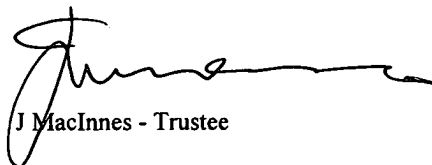
SLEAT COMMUNITY TRUST

Balance Sheet - group 31 March 2022

	Notes	Unrestricted funds £	Restricted funds £	31.3.22 Total funds £	31.3.21 Total funds £
FIXED ASSETS					
Tangible assets	14	442,748	1,574,650	2,017,398	1,748,278
CURRENT ASSETS					
Stocks	15	86,431	-	86,431	99,476
Debtors	16	144,559	-	144,559	15,249
Cash at bank and in hand		<u>216,165</u>	<u>21,132</u>	<u>237,297</u>	<u>258,560</u>
		447,155	21,132	468,287	373,285
CREDITORS					
Amounts falling due within one year	17	(254,452)	(17,085)	(271,537)	(95,380)
NET CURRENT ASSETS		<u>192,703</u>	<u>4,047</u>	<u>196,750</u>	<u>277,905</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		635,451	1,578,697	2,214,148	2,026,183
CREDITORS					
Amounts falling due after more than one year	18	(10,402)	-	(10,402)	(84,660)
ACCRUALS AND DEFERRED INCOME	21	(48,504)	-	(48,504)	(40,794)
NET ASSETS		<u>576,545</u>	<u>1,578,697</u>	<u>2,155,242</u>	<u>1,900,729</u>
FUNDS	22				
Unrestricted funds				576,545	600,822
Restricted funds				<u>1,578,697</u>	<u>1,299,907</u>
TOTAL FUNDS				<u>2,155,242</u>	<u>1,900,729</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 28 November 2022 and were signed on its behalf by:


M MacGillivray - Trustee


J MacInnes - Trustee

The notes form part of these financial statements

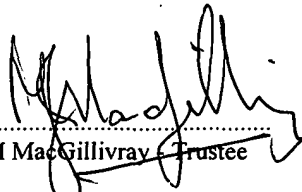
SLEAT COMMUNITY TRUST

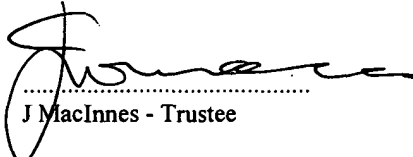
Balance Sheet – charity only 31 March 2022

	Notes	Unrestricted funds £	Restricted funds £	31.3.22 Total funds £	31.3.21 Total funds £
FIXED ASSETS					
Tangible assets	14	194,001	1,574,650	1,768,651	1,489,909
Investments		<u>200</u>	<u>-</u>	<u>200</u>	<u>200</u>
		194,201	1,574,650	1,768,851	1,490,109
CURRENT ASSETS					
Debtors	16	48,385	444	48,829	41,065
Cash at bank and in hand		<u>40,697</u>	<u>20,688</u>	<u>61,385</u>	<u>109,123</u>
		89,082	21,132	110,214	150,188
CREDITORS					
Amounts falling due within one year	17	(26,633)	(17,085)	(43,718)	(58,200)
		<u>62,449</u>	<u>4,047</u>	<u>66,496</u>	<u>91,988</u>
NET CURRENT ASSETS					
		<u>62,449</u>	<u>4,047</u>	<u>66,496</u>	<u>91,988</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		256,650	1,578,697	1,835,347	1,582,097
CREDITORS					
Amounts falling due after more than one year	18	(10,402)	-	(10,402)	(38,827)
		<u>246,248</u>	<u>1,578,697</u>	<u>1,824,945</u>	<u>1,543,270</u>
NET ASSETS					
		<u>246,248</u>	<u>1,578,697</u>	<u>1,824,945</u>	<u>1,543,270</u>
FUNDS	22				
Unrestricted funds				246,248	243,363
Restricted funds				<u>1,578,697</u>	<u>1,299,907</u>
TOTAL FUNDS				<u>1,824,945</u>	<u>1,543,270</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 28 November 2022 and were signed on its behalf by:


M MacGillivray - Trustee


J MacInnes - Trustee

The notes form part of these financial statements

SLEAT COMMUNITY TRUST

**Cash Flow Statement - group
for the Year Ended 31 March 2022**

	Notes	31.3.22 £	31.3.21 £
Cash flows from operating activities			
Cash generated from operations	1	<u>359,259</u>	<u>502,749</u>
Net cash provided by operating activities		<u>359,259</u>	<u>502,749</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(308,359)	(635,762)
Sale of tangible fixed assets		<u>-</u>	<u>100,706</u>
Net cash used in investing activities		<u>(308,359)</u>	<u>(535,056)</u>
Cash flows from financing activities			
New loans in year		-	50,000
Loan repayments in year		<u>(72,163)</u>	<u>(36,899)</u>
Net cash (used in)/provided by financing activities		<u>(72,163)</u>	<u>13,101</u>
		<u> </u>	<u> </u>
Change in cash and cash equivalents in the reporting period		(21,263)	(19,206)
Cash and cash equivalents at the beginning of the reporting period		<u>258,560</u>	<u>277,766</u>
Cash and cash equivalents at the end of the reporting period		<u>237,297</u>	<u>258,560</u>

The notes form part of these financial statements

SLEAT COMMUNITY TRUST

**Notes to the Cash Flow Statement - group
for the Year Ended 31 March 2022**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.3.22 £	31.3.21 £
Net income for the reporting period (as per the Statement of Financial Activities)	254,513	540,639
Adjustments for:		
Depreciation charges	39,238	54,802
Profit on disposal of fixed assets	-	(74,990)
Decrease/(increase) in stocks	13,045	(2,630)
(Increase)/decrease in debtors	(129,310)	30,639
Increase/(decrease) in creditors	181,773	(45,711)
Net cash provided by operations	<u>359,259</u>	<u>502,749</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.21 £	Cash flow £	At 31.3.22 £
Net cash			
Cash at bank and in hand	<u>258,560</u>	<u>(21,263)</u>	<u>237,297</u>
	<u>258,560</u>	<u>(21,263)</u>	<u>237,297</u>
Debt			
Debts falling due within 1 year	(21,667)	(2,096)	(23,763)
Debts falling due after 1 year	<u>(84,660)</u>	<u>74,258</u>	<u>(10,402)</u>
	<u>(106,327)</u>	<u>72,162</u>	<u>(34,165)</u>
Total	<u>152,233</u>	<u>50,899</u>	<u>203,132</u>

The notes form part of these financial statements

SLEAT COMMUNITY TRUST

**Cash Flow Statement – charity only
for the Year Ended 31 March 2022**

	Notes	31.3.22 £	31.3.21 £
Cash flows from operating activities			
Cash generated from operations	1	<u>263,723</u>	<u>502,036</u>
Net cash provided by operating activities		<u>263,723</u>	<u>502,036</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(289,298)	(616,511)
Sale of tangible fixed assets		<u>-</u>	<u>100,706</u>
Net cash used in investing activities		<u>(289,298)</u>	<u>(515,805)</u>
Cash flows from financing activities			
Loan repayments in year		<u>(22,163)</u>	<u>(36,898)</u>
Net cash used in financing activities		<u>(22,163)</u>	<u>(36,898)</u>
		<u> </u>	<u> </u>
Change in cash and cash equivalents in the reporting period		(47,738)	(50,667)
Cash and cash equivalents at the beginning of the reporting period		<u>109,123</u>	<u>159,790</u>
Cash and cash equivalents at the end of the reporting period		<u>61,385</u>	<u>109,123</u>

SLEAT COMMUNITY TRUST

**Notes to the Cash Flow Statement – charity only
for the Year Ended 31 March 2022**

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.3.22 £	31.3.21 £
Net income for the reporting period (as per the Statement of Financial Activities)	281,675	553,014
Adjustments for:		
Depreciation charges	10,555	31,721
Profit on disposal of fixed assets	-	(74,990)
(Increase)/decrease in debtors	(7,762)	40,988
Decrease in creditors	(20,745)	(48,697)
Net cash provided by operations	<u>263,723</u>	<u>502,036</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.21 £	Cash flow £	At 31.3.22 £
Net cash			
Cash at bank and in hand	<u>109,123</u>	<u>(47,738)</u>	<u>61,385</u>
	<u>109,123</u>	<u>(47,738)</u>	<u>61,385</u>
Debt			
Debts falling due within 1 year	(17,500)	(6,263)	(23,763)
Debts falling due after 1 year	<u>(38,827)</u>	<u>28,425</u>	<u>(10,402)</u>
	<u>(56,327)</u>	<u>22,162</u>	<u>(34,165)</u>
Total	<u>52,796</u>	<u>(25,576)</u>	<u>27,220</u>

**Notes to the Financial Statements
for the Year Ended 31 March 2022**

1. ACCOUNTING POLICIES

Consolidated accounts

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 2019)', 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.

Individual accounts are prepared for Sleat Community Trading Company Limited and Sleat Renewables Limited. These are filed at the Registrar of Companies. The consolidated accounts for Sleat Community Trust are filed at both the Registrar of Companies and Office of the Scottish Charity Regulator in order to comply with Regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006.

The presentation currency of the accounts is Pound sterling (£).
The accounts are rounded to the nearest £1.

Going Concern

The Charity is a going concern and there are no material uncertainties casting significant doubt over its ability to continue as a going concern.

Critical accounting judgements and key sources of estimation uncertainty

Fixed asset net book value and depreciation charges are the areas of the accounts which are affected by significant judgements and estimates. The directors exercise judgement in determining both the useful economic life and the likely residual value of the charity's assets. This judgement affects the rates of and charge for depreciation as well as grant release in the accounts for the year. It also therefore affects the net book value of the assets in the balance sheet.

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.

Income from government and other grants, whether capital grants or revenue grants, is recognised when the charity has entitlement to the funds, any performance 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.

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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

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

Heritable property	- 2% depreciation on cost
Tormore forest	- not provided
Property improvements	- 10% depreciation on cost
Plant and machinery	- 20% depreciation on cost
Office equipment	- 20% depreciation on cost

SLEAT COMMUNITY TRUST

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Community Broadband - 10% depreciation on cost

Depreciation is not charged on the purchase price of Tormore Forest due to fact that the value is based on the land and is therefore non-depreciable.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Debtors and creditors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

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. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

2. DONATIONS AND LEGACIES

	Unrestricted funds £	Restricted funds £	31.3.22 Total funds £	31.3.21 Total funds £
Donations	129	-	129	1,499
Grants	<u>18,407</u>	<u>331,566</u>	<u>349,973</u>	<u>551,199</u>
	<u>18,536</u>	<u>331,566</u>	<u>350,102</u>	<u>552,698</u>

SLEAT COMMUNITY TRUST

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

2. DONATIONS AND LEGACIES - continued

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

	31.3.22	31.3.21
	£	£
Leader	10,000	79,460
Highland Council	5,000	1,000
Community and Renewable Energy Scheme	3,800	1,187
Regeneration Capital Grant Fund	-	255,374
Highlands and Islands Enterprise	-	63,222
Highland and Islands Enterprise - Islands Green Recovery Programme	-	59,547
Highlands and Islands Enterprise - Community Transport	3,000	4,500
Highlands and Islands Enterprise - Covid 19	-	17,500
Scotland Loves Local	-	2,160
Investing in Communities Fund	35,576	52,300
Energy Saving Trust	-	6,600
Covid 19 Job Retention Scheme	-	8,349
Foundation Scotland	15,000	-
Nature Scot	267,190	-
Other grants	10,407	-
	<u>349,973</u>	<u>551,199</u>

3. OTHER TRADING ACTIVITIES

	Unrestricted funds	Restricted funds	31.3.22 Total funds	31.3.21 Total funds
	£	£	£	£
Other earned income	2,596	-	2,596	3,526
SCTCL sales	671,330	-	671,330	341,488
Skyenet	35,518	-	35,518	33,850
Visit Sleat	3,765	-	3,765	50
Rental garage	825	-	825	-
SRL sales	51,215	-	51,215	62,120
Post office income	2,824	-	2,824	-
Raffle income	2,085	-	2,085	-
	<u>770,158</u>	<u>-</u>	<u>770,158</u>	<u>441,034</u>

4. INVESTMENT INCOME

	Unrestricted funds	Restricted funds	31.3.22 Total funds	31.3.21 Total funds
	£	£	£	£
Rents received	<u>9,061</u>	<u>-</u>	<u>9,061</u>	<u>9,050</u>

SLEAT COMMUNITY TRUST

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

5. RAISING FUNDS

Other trading activities

	Unrestricted funds £	Restricted funds £	31.3.22 Total funds £	31.3.21 Total funds £
Purchases	<u>601,789</u>	<u>-</u>	<u>601,789</u>	<u>282,678</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Charitable activities	198,945	5,860	204,805
Sleat Community Trading Company Limited	28,600	3,455	32,055
Sleat Renewables Limited	711	2,060	2,771
Depreciation	<u>33,388</u>	<u>-</u>	<u>33,388</u>
	<u>261,644</u>	<u>11,375</u>	<u>273,019</u>

7. GRANTS PAYABLE

	31.3.22 £	31.3.21 £
Charitable activities	<u>-</u>	<u>1,042</u>

The total grants paid to institutions during the year was as follows:

	31.3.22 £	31.3.21 £
Robert Campbell Fund	<u>-</u>	<u>1,042</u>

8. SUPPORT COSTS

	Governance costs £
Charitable activities	5,860
Sleat Community Trading Company Limited	3,455
Sleat Renewables Limited	<u>2,060</u>
	<u>11,375</u>

SLEAT COMMUNITY TRUST

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

9. NET INCOME/(EXPENDITURE)

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

	31.3.22	31.3.21
	£	£
Depreciation - owned assets	39,239	54,802
Surplus on disposal of fixed assets	-	(74,990)

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

11. STAFF COSTS

	31.3.22	31.3.21
	£	£
Wages and salaries	172,024	147,549
Other pension costs	1,811	1,191
	<u>173,835</u>	<u>148,740</u>

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

	31.3.22	31.3.21
	14	8
All staff	<u>14</u>	<u>8</u>

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

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	47,384	505,314	552,698
Other trading activities	440,884	150	441,034
Investment income	9,050	-	9,050
Other income	<u>85,719</u>	<u>(10,729)</u>	<u>74,990</u>
Total	<u>583,037</u>	<u>494,735</u>	<u>1,077,772</u>
EXPENDITURE ON			
Raising funds	282,678	-	282,678
Charitable activities			
Charitable activities	45,020	21,919	66,939
Sleat Community Trading Company Limited	136,708	-	136,708
Sleat Renewables Limited	19,087	-	19,087
Depreciation	-	31,721	31,721

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
Total	<u>483,493</u>	<u>53,640</u>	<u>537,133</u>
NET INCOME	99,544	441,095	540,639
Transfers between funds	<u>(148,360)</u>	<u>148,360</u>	<u>-</u>
Net movement in funds	(48,816)	589,455	540,639
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>649,638</u>	<u>710,452</u>	<u>1,360,090</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>600,822</u></u>	<u><u>1,299,907</u></u>	<u><u>1,900,729</u></u>

13. SUBSIDIARY COMPANIES

The consolidated accounts include the results of the following wholly-owned subsidiaries:

	31.3.22 £	31.3.21 £
Sleat Community Trading Company Limited		
Nature of business: Operating Skye Ferry Filling Station & Shop		
Aggregate capital and reserve	19,140	6,751
(Loss)/profit for the year	12,389	(5,371)
Sleat Renewables Limited		
Nature of business: Management of Tormore Community Forest		
Aggregate capital and reserve	311,357	350,909
Profit/(loss) for the year	(39,552)	(7,004)

14. TANGIBLE FIXED ASSETS - Group

	Heritable property £	Tormore forest £	Property improvements £
COST			
At 1 April 2021	1,129,399	423,238	489,330
Additions	<u>22,553</u>	<u>266,745</u>	<u>-</u>
At 31 March 2022	<u>1,151,952</u>	<u>689,983</u>	<u>489,330</u>
DEPRECIATION			
At 1 April 2021	73,172	-	244,340
Charge for year	<u>5,629</u>	<u>-</u>	<u>22,970</u>
At 31 March 2022	<u>78,801</u>	<u>-</u>	<u>267,310</u>
NET BOOK VALUE			
At 31 March 2022	<u><u>1,073,151</u></u>	<u><u>689,983</u></u>	<u><u>222,020</u></u>
At 31 March 2021	<u><u>1,056,227</u></u>	<u><u>423,238</u></u>	<u><u>244,990</u></u>

SLEAT COMMUNITY TRUST

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

14. TANGIBLE FIXED ASSETS - continued

	Plant and machinery £	Office equipment £	Community Broadband £	Totals £
COST				
At 1 April 2021	7,328	65,251	117,035	2,231,581
Additions	<u>18,481</u>	<u>580</u>	<u>-</u>	<u>308,359</u>
At 31 March 2022	<u>25,809</u>	<u>65,831</u>	<u>117,035</u>	<u>2,539,940</u>
DEPRECIATION				
At 1 April 2021	7,328	41,428	117,035	483,303
Charge for year	<u>3,696</u>	<u>6,944</u>	<u>-</u>	<u>39,239</u>
At 31 March 2022	<u>11,024</u>	<u>48,372</u>	<u>117,035</u>	<u>522,542</u>
NET BOOK VALUE				
At 31 March 2022	<u>14,785</u>	<u>17,459</u>	<u>-</u>	<u>2,017,398</u>
At 31 March 2021	<u>-</u>	<u>23,823</u>	<u>-</u>	<u>1,748,278</u>
Charity only		Heritable property £	Tormore forest £	Property improvements £
COST				
At 1 April 2021		1,129,399	423,238	34,740
Additions		<u>22,553</u>	<u>266,745</u>	<u>-</u>
At 31 March 2022		<u>1,151,952</u>	<u>689,983</u>	<u>34,740</u>
DEPRECIATION				
At 1 April 2021		73,172	-	25,750
Charge for year		<u>5,629</u>	<u>-</u>	<u>3,474</u>
At 31 March 2022		<u>78,801</u>	<u>-</u>	<u>29,224</u>
NET BOOK VALUE				
At 31 March 2022		<u>1,073,151</u>	<u>689,983</u>	<u>5,516</u>
At 31 March 2021		<u>1,056,227</u>	<u>423,238</u>	<u>8,990</u>
		Office equipment £	Community Broadband £	Totals £
COST				
At 1 April 2021		21,659	117,035	1,726,071
Additions		<u>-</u>	<u>-</u>	<u>289,298</u>
At 31 March 2022		<u>21,659</u>	<u>117,035</u>	<u>2,015,369</u>
DEPRECIATION				
At 1 April 2021		20,205	117,035	236,162
Charge for year		<u>1,453</u>	<u>-</u>	<u>10,556</u>
At 31 March 2022		<u>21,658</u>	<u>117,035</u>	<u>246,718</u>

SLEAT COMMUNITY TRUST

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

14. TANGIBLE FIXED ASSETS - continued

NET BOOK VALUE

At 31 March 2022	<u>1</u>	<u>-</u>	<u>1,768,651</u>
At 31 March 2021	<u>1,454</u>	<u>-</u>	<u>1,489,909</u>

15. STOCKS

	31.3.22	31.3.21
	£	£
Stocks	<u>86,431</u>	<u>99,476</u>

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Charity only	
	31.3.22	31.3.21	31.3.22	31.3.21
	£	£	£	£
Trade debtors	9,855	12,099	-	-
Amounts owed by group undertakings	-	-	42,635	40,965
Accrued income	100	100	100	100
VAT	18,389	3,050	-	-
Prepayments and accrued income	<u>116,215</u>	<u>-</u>	<u>6,095</u>	<u>-</u>
	<u>144,559</u>	<u>15,249</u>	<u>48,830</u>	<u>41,065</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Charity only	
	31.3.22	31.3.21	31.3.22	31.3.21
	£	£	£	£
Bank loans and overdrafts (see note 19)	-	4,167	-	-
Other loans (see note 12)	23,763	17,500	23,763	17,500
Trade creditors	88,265	54,841	573	26,249
Customer deposits (SCTCL)	1,804	1,804	-	-
Other creditors	44,458	-	-	-
Social security and other taxes	1,958	1,916	304	1,265
Wages and Pensions control	73	521	73	270
Accrued expenses	<u>111,217</u>	<u>14,631</u>	<u>19,007</u>	<u>12,916</u>
	<u>271,538</u>	<u>95,380</u>	<u>43,720</u>	<u>58,200</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Charity only	
	31.3.22	31.3.21	31.3.22	31.3.21
	£	£	£	£
Bank loans (see note 19)	-	45,833	-	-
Other loans (see note 19)	<u>10,402</u>	<u>38,827</u>	<u>10,402</u>	<u>38,827</u>
	<u>10,402</u>	<u>84,660</u>	<u>10,402</u>	<u>38,827</u>

19. LOANS

An analysis of the maturity of loans is given below:

	Group		Charity only	
	31.3.22	31.3.21	31.3.22	31.3.21
	£	£	£	£
Amounts falling due within one year or on demand:				
Bounceback loan	-	4,167	-	-
Social Investment Scotland	<u>23,763</u>	<u>17,500</u>	<u>23,763</u>	<u>17,500</u>
	<u>23,763</u>	<u>21,667</u>	<u>23,763</u>	<u>17,500</u>
Amounts falling due between one and two years:				
Bounceback loan	-	10,000	-	-
Social Investment Scotland	<u>10,402</u>	<u>18,300</u>	<u>10,402</u>	<u>18,300</u>
	<u>10,402</u>	<u>28,300</u>	<u>10,402</u>	<u>18,300</u>
Amounts falling due between two and five years:				
Bounceback loan	-	30,000	-	-
Social Investment Scotland	<u>-</u>	<u>20,527</u>	<u>-</u>	<u>20,527</u>
	<u>-</u>	<u>50,527</u>	<u>-</u>	<u>20,527</u>
Amounts falling due in more than five years:				
Repayable by instalments				
Bounceback loan	<u>-</u>	<u>5,833</u>	<u>-</u>	<u>-</u>

20. SECURED DEBTS

The following secured debts are included within creditors:

	31.3.22	31.3.21
	£	£
Social Investment Scotland	<u>34,165</u>	<u>56,327</u>

The charity has granted a Standard Security in favour of Social Investment Scotland and of Social Investment Scotland (Community Finance) Limited.

The charity has granted a Standard Security in favour of The Highland Council.

The charity has granted a Standard Security in favour of Triodos Bank UK.

SLEAT COMMUNITY TRUST

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

21. ACCRUALS AND DEFERRED INCOME

	31.3.22	31.3.21
	£	£
Deferred income	<u>48,504</u>	<u>40,794</u>

Deferred income relates to income received in relation by SCTCL and SRL for to capital projects, during the years ended 31 March 2013 and 2014, respectively. The income is amortised to these companies' Profit and Loss accounts from at the same rate as the depreciation charge.

Consolidated accounts were not required to be prepared for a number of years and therefore it is considered appropriate to retain the accounting policies of the subsidiary companies in the above instances rather than seeking to re-state opening balances as at 1 April 2014.

22. MOVEMENT IN FUNDS

	At 1.4.21	Net movement in funds	At 31.3.22
	£	£	£
Unrestricted funds			
General fund	600,822	(24,277)	576,545
Restricted funds			
General revenue fund	5,452	10,703	16,155
Tormore Forest - restricted fund	229,238	267,190	496,428
Capital fund	<u>1,065,217</u>	<u>897</u>	<u>1,066,114</u>
	<u>1,299,907</u>	<u>278,790</u>	<u>1,578,697</u>
TOTAL FUNDS	<u>1,900,729</u>	<u>254,513</u>	<u>2,155,242</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	797,755	(822,032)	(24,277)
Restricted funds			
General revenue fund	54,376	(43,673)	10,703
Tormore Forest - restricted fund	267,190	-	267,190
Capital fund	<u>10,000</u>	<u>(9,103)</u>	<u>897</u>
	<u>331,566</u>	<u>(52,776)</u>	<u>278,790</u>
TOTAL FUNDS	<u>1,129,321</u>	<u>(874,808)</u>	<u>254,513</u>

SLEAT COMMUNITY TRUST

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

22. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
Unrestricted funds				
General fund	649,638	99,544	(148,360)	600,822
Restricted funds				
General revenue fund	(21,881)	27,333	-	5,452
Tormore Forest - restricted fund	229,238	-	-	229,238
Capital fund	<u>503,095</u>	<u>413,762</u>	<u>148,360</u>	<u>1,065,217</u>
	<u>710,452</u>	<u>441,095</u>	<u>148,360</u>	<u>1,299,907</u>
TOTAL FUNDS	<u><u>1,360,090</u></u>	<u><u>540,639</u></u>	<u><u>-</u></u>	<u><u>1,900,729</u></u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	583,037	(483,493)	99,544
Restricted funds			
General revenue fund	52,300	(24,967)	27,333
Capital fund	<u>442,435</u>	<u>(28,673)</u>	<u>413,762</u>
	<u>494,735</u>	<u>(53,640)</u>	<u>441,095</u>
TOTAL FUNDS	<u><u>1,077,772</u></u>	<u><u>(537,133)</u></u>	<u><u>540,639</u></u>

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

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.22 £
Unrestricted funds				
General fund	649,638	75,267	(148,360)	576,545
Restricted funds				
General revenue fund	(21,881)	38,036	-	16,155
Tormore Forest - restricted fund	229,238	267,190	-	496,428
Capital fund	<u>503,095</u>	<u>414,659</u>	<u>148,360</u>	<u>1,066,114</u>
	<u>710,452</u>	<u>719,885</u>	<u>148,360</u>	<u>1,578,697</u>
TOTAL FUNDS	<u><u>1,360,090</u></u>	<u><u>795,152</u></u>	<u><u>-</u></u>	<u><u>2,155,242</u></u>

SLEAT COMMUNITY TRUST

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

22. 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	1,380,792	(1,305,525)	75,267
Restricted funds			
General revenue fund	106,676	(68,640)	38,036
Tormore Forest - restricted fund	267,190	-	267,190
Capital fund	452,435	(37,776)	414,659
	<u>826,301</u>	<u>(106,416)</u>	<u>719,885</u>
TOTAL FUNDS	<u>2,207,093</u>	<u>(1,411,941)</u>	<u>795,152</u>

23. CONTINGENT LIABILITIES

Post year end it became apparent that the electricity bills since the construction of the new property have been based on estimates and that the meters currently installed need to be changed. Negotiations are ongoing with the supplier at the time of the accounts preparation. Resolution of this issue is likely to result in an increase in electricity costs for the entity.

24. RELATED PARTY DISCLOSURES

Sleat Community Trading Company Limited

During the year the Sleat Community Trading Company Limited paid the following amounts to the parent company in relation to 'Memorandum of Understanding' arrangements for specific activities:

- Community Shop - £Nil (2021 - £17,521)
- Visit Sleat - £364 (2021 - £Nil)
- Skyenet - £2,364 (2021 - £2,167)

At the year end there was a balance due from Sleat Community Trading Company Limited of £42,190 (2021 - £40,965) to Sleat Community Trust. The trustees have indicated that early repayment is not being sought. No interest is charged on the balance.

Sleat Renewables Limited

During the year Sleat Renewables Limited paid £34,776 (20201 - £24,420) to Sleat Community Trust in relation to woodland occupation charges, in order to cover the un-funded costs of Tormore Forest that were incurred by the charity during the year.

During the year Sleat Renewables Limited received a grant of £267,190 from Nature Scot for peatland restoration. The grant and relating costs were transferred to Sleat Community Trust where the asset is recognised.

At the year end there was a balance due from Sleat Renewables Limited of £444 (2021 - £NIL) to Sleat Community Trust.

SLEAT COMMUNITY TRUST

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

25. ULTIMATE CONTROLLING PARTY

There is no ultimate controlling party.

26. FRC ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.