

REGISTERED COMPANY NUMBER: SC352223 (Scotland)
REGISTERED CHARITY NUMBER: SC040150

**Report of the Trustees and
Financial Statements for the Year Ended 31 December 2015
for
LOCHSIDE ARENA**

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

TUESDAY



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SCT 20/09/2016 #235
COMPANIES HOUSE

LOCHSIDE ARENA

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for the Year Ended 31 December 2015**

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LOCHSIDE ARENA

Report of the Trustees for the Year Ended 31 December 2015

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 December 2015. 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 for Smaller Entities (the FRSSE) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charitable objectives of the organisation are to advance the interests of education and social welfare of the community in Lewis and Harris by promoting the knowledge of and an interest in a variety of sports and sporting activities, including equitation and the care of horses, and to take steps as may be necessary to attain this purpose.

In the furtherance of these objectives the organisation proposed to build and provide a large indoor recreational facility suitable for a variety of sports and activities, which would be community owned and available for use by various community groups, clubs, organisations, members and individuals. This facility has now been built and is in daily use.

The aims are now to increase the user numbers of the Lochside Arena and to encourage other user groups to make use of the facilities. Several local community groups, together with private individuals book the Arena on a weekly basis.

Significant activities

The Facility has maintained closed links with the following organisations which use the facility on a regular basis:

Western Isles Branch of the Pony Club
Lewis and Harris Riding Club
The Dog Training Club

The Lochside Arena Board welcome other user groups, clubs, and individuals to come and view the Arena facilities, and actively encourage users throughout the Western Isles to make full use of the Arena and its facilities.

ACHIEVEMENT AND PERFORMANCE

Arena Utilisation

Throughout the year the board have been actively looking at how to maximise the usage of the arena to ensure that the local community extracts the maximum value from the facilities. 2015 utilisation was up on 2014 and the board will endeavour to ensure the same progress is maintained through 2016 and onwards.

FINANCIAL REVIEW

Reserves policy

All the legacy financial commitments from the build of the Arena were satisfied during 2015. An unsecured loan facility was utilised to enable the upgrade of the Arena. The immediate priority will be to repay this loan whilst continuing to enhance the facility for all as well as covering routine and non routine maintenance.

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.

Induction and training of new trustees

On appointment, new trustees will be fully instructed on the aims and objects and the methods of operation of the charity.

Governance

Work has been undertaken to review internal processes, policies and procedures. A Trustees Code of Conduct has been adopted as well as other policies to support financial control, and improve overall governance of Lochside Arena.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC352223 (Scotland)

LOCHSIDE ARENA

**Report of the Trustees
for the Year Ended 31 December 2015**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number
SC040150

Registered office
24-26 Lewis Street
Stornoway
Isle of Lewis
HS1 2JF

Trustees

Mrs F Chisholm	Civil servant	- resigned 6.2.15
J Chisholm	Builder	- resigned 22.10.15
H A Low	Veterinary Surgeon	- resigned 6.2.15
Mrs A Macleod	Carer	- resigned 6.2.15
Mrs D E Macdonald	Domestic	- resigned 6.2.15
R P Fellows	Engineer	
Ms E M Howey	None	
Mrs L S Maclean	Estate Manager	
Mrs I MacIver	None	
Mrs L A Maciver	Office Manager	- appointed 6.2.15 - resigned 17.7.15
Mrs M Macleod	Care Coordinator	- appointed 6.2.15
Mrs D G Morrison	HR Adviser	- appointed 6.2.15

Company Secretary

Independent examiner

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

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 2/9/16 and signed on its behalf by:

R Fellows
R P Fellows - Trustee

**Independent Examiner's Report to the Trustees of
Lochside Arena**

I report on the accounts for the year ended 31 December 2015 set out on pages four to ten.

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.

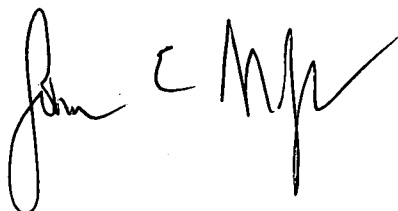
Independent examiner's statement

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.



John E Moffat BA FCA
Institute of Chartered Accountants in England & Wales
Mann Judd Gordon Ltd
Chartered Accountants
26 Lewis Street
Stornoway
Isle of Lewis
HS1 2JF

Date: 2/9/16

LOCHSIDE ARENA

**Statement of Financial Activities
for the Year Ended 31 December 2015**

	Notes	Unrestricted fund £	Restricted fund £	31.12.15 Total funds £	31.12.14 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	17,332	-	17,332	16,719
Charitable activities					
Charitable		3,156	-	3,156	-
Other trading activities	3	5,509	-	5,509	2,395
Investment income	4	1	-	1	-
Other income		-	-	-	6,851
Total		<u>25,998</u>	<u>-</u>	<u>25,998</u>	<u>25,965</u>
EXPENDITURE ON					
Raising funds		3,327	-	3,327	2,912
Charitable activities					
Charitable		16,338	15,215	31,553	30,190
Total		<u>19,665</u>	<u>15,215</u>	<u>34,880</u>	<u>33,102</u>
NET INCOME/(EXPENDITURE)		<u>6,333</u>	<u>(15,215)</u>	<u>(8,882)</u>	<u>(7,137)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		28,672	421,694	450,366	457,503
TOTAL FUNDS CARRIED FORWARD		<u>35,005</u>	<u>406,479</u>	<u>441,484</u>	<u>450,366</u>

The notes form part of these financial statements

LOCHSIDE ARENA

**Balance Sheet
At 31 December 2015**

	Notes	Unrestricted fund £	Restricted fund £	31.12.15 Total funds £	31.12.14 Total funds £
FIXED ASSETS					
Tangible assets	8	37,800	406,479	444,279	453,337
CURRENT ASSETS					
Debtors	9	1,185	-	1,185	1,645
Cash at bank and in hand		3,310	-	3,310	5,295
		<u>4,495</u>	<u>-</u>	<u>4,495</u>	<u>6,940</u>
CREDITORS					
Amounts falling due within one year	10	(2,803)	-	(2,803)	(9,911)
NET CURRENT ASSETS/(LIABILITIES)		<u>1,692</u>	<u>-</u>	<u>1,692</u>	<u>(2,971)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>39,492</u>	<u>406,479</u>	<u>445,971</u>	<u>450,366</u>
CREDITORS					
Amounts falling due after more than one year	11	(4,487)	-	(4,487)	
NET ASSETS		<u>35,005</u>	<u>406,479</u>	<u>441,484</u>	<u>450,366</u>
FUNDS					
Unrestricted funds	12			35,005	28,672
Restricted funds				406,479	421,694
TOTAL FUNDS				<u>441,484</u>	<u>450,366</u>

The notes form part of these financial statements

LOCHSIDE ARENA

**Balance Sheet - continued
At 31 December 2015**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2015.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 December 2015 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Board of Trustees on2/9/16..... and were signed on its behalf by:

.....
R P Fellows -Trustee

**Notes to the Financial Statements
for the Year Ended 31 December 2015**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company have been prepared in accordance with the Charities SORP (FRSSE) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015)', the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Exemption from preparing a cash flow statement

Exemption has been taken from preparing a cash flow statement in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015).

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Tangible fixed assets are depreciated over their useful economic lives at the following rates:

Short leasehold property - straightline over the term of the lease

Plant and Machinery - 25% straightline

Fixtures & fittings - 20% straightline

Taxation

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

Fund accounting

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

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

2. DONATIONS AND LEGACIES

	31.12.15	31.12.14
	£	£
Donations	1,567	79
Membership fees	2,038	1,096
Admissions	13,727	15,544
	<u>17,332</u>	<u>16,719</u>

LOCHSIDE ARENA

Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

3. OTHER TRADING ACTIVITIES

	31.12.15	31.12.14
	£	£
Fundraising events	1,734	640
Tuck shop income	603	
Sponsorships	-	250
Dressage competitions	3,022	1,505
Advertising	150	
	<u>5,509</u>	<u>2,395</u>

4. INVESTMENT INCOME

	31.12.15	31.12.14
	£	£
Deposit account interest	1	
	<u>1</u>	<u></u>

5. NET INCOME/(EXPENDITURE)

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

	31.12.15	31.12.14
	£	£
Depreciation - owned assets	17,698	17,489
	<u>17,698</u>	<u>17,489</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2015 nor for the year ended 31 December 2014 .

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2015 nor for the year ended 31 December 2014 .

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund	Restricted fund	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	16,719	-	16,719
Other trading activities	2,395	-	2,395
Other income	6,851	-	6,851
Total	<u>25,965</u>	<u>-</u>	<u>25,965</u>
EXPENDITURE ON			
Raising funds	2,912	-	2,912
Charitable activities			
Charitable	13,984	16,206	30,190
Total	<u>16,896</u>	<u>16,206</u>	<u>33,102</u>

LOCHSIDE ARENA

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2015**

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
NET INCOME/(EXPENDITURE)	9,069	(16,206)	(7,137)
RECONCILIATION OF FUNDS			
Total funds brought forward	19,603	437,900	457,503
TOTAL FUNDS CARRIED FORWARD	<u>28,672</u>	<u>421,694</u>	<u>450,366</u>

8. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 January 2015	482,853	4,659	487,512
Additions	-	8,640	8,640
At 31 December 2015	<u>482,853</u>	<u>13,299</u>	<u>496,152</u>
DEPRECIATION			
At 1 January 2015	32,190	1,985	34,175
Charge for year	16,095	1,603	17,698
At 31 December 2015	<u>48,285</u>	<u>3,588</u>	<u>51,873</u>
NET BOOK VALUE			
At 31 December 2015	<u>434,568</u>	<u>9,711</u>	<u>444,279</u>
At 31 December 2014	<u>450,663</u>	<u>2,674</u>	<u>453,337</u>

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.15 £	31.12.14 £
Trade debtors	650	1,645
Paypal	535	
	<u>1,185</u>	<u>1,645</u>

LOCHSIDE ARENA

Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.15	31.12.14
	£	£
Bank loans and overdrafts	2,168	
Trade creditors	235	9,083
Other creditors	400	828
	<u>2,803</u>	<u>9,911</u>

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

	31.12.15	31.12.14
	£	£
Bank loans	<u>4,487</u>	

12. MOVEMENT IN FUNDS

	At 1.1.15	Net movement in funds	At 31.12.15
	£	£	£
Unrestricted funds			
General fund	28,672	6,333	35,005
Restricted funds			
Restricted funding	421,694	(15,215)	406,479
TOTAL FUNDS	<u>450,366</u>	<u>(8,882)</u>	<u>441,484</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	25,998	(19,665)	6,333
Restricted funds			
Restricted funding	-	(15,215)	(15,215)
TOTAL FUNDS	<u>25,998</u>	<u>(34,880)</u>	<u>(8,882)</u>

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2015.

LOCHSIDE ARENA

**Detailed Statement of Financial Activities
for the Year Ended 31 December 2015**

	Unrestricted funds £	Restricted funds £	31.12.15 Total funds £	31.12.14 Total funds £
INCOME AND ENDOWMENTS				
Donations and legacies				
Donations	1,567	-	1,567	79
Membership fees	2,038	-	2,038	1,096
Admissions	13,727	-	13,727	15,544
	<u>17,332</u>	<u>-</u>	<u>17,332</u>	<u>16,719</u>
Other trading activities				
Fundraising events	1,734	-	1,734	640
Tuck shop income	603	-	603	
Sponsorships	-	-	-	250
Dressage competitions	3,022	-	3,022	1,505
Advertising	150	-	150	
	<u>5,509</u>	<u>-</u>	<u>5,509</u>	<u>2,395</u>
Investment income				
Deposit account interest	1	-	1	
Charitable activities				
Coaching income - subsidised	3,156	-	3,156	
Other income				
Insurance claim	-	-	-	6,651
Bank compensation	-	-	-	200
	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,851</u>
Total incoming resources	25,998	-	25,998	25,965
EXPENDITURE				
Other trading activities				
Tuck shop expense	454	-	454	
Fundraising costs	975	-	975	2,253
Dressage competition costs	1,898	-	1,898	659
	<u>3,327</u>	<u>-</u>	<u>3,327</u>	<u>2,912</u>
Charitable activities				
Rates and water	64	-	64	242
Insurance	880	-	880	882
Light and heat	1,194	-	1,194	1,281
Postage, stationery & advertis	252	-	252	471
Sundries	253	-	253	143
Annual return fee	13	-	13	26
Carried forward	2,656	-	2,656	3,045

This page does not form part of the statutory financial statements

LOCHSIDE ARENA

**Detailed Statement of Financial Activities
for the Year Ended 31 December 2015**

	Unrestricted funds £	Restricted funds £	31.12.15 Total funds £	31.12.14 Total funds £
Charitable activities				
Brought forward	2,656	-	2,656	3,045
Membership fees	258	-	258	339
Repairs	636	-	636	7,602
Fuel for quad	131	-	131	614
Licenses	329	-	329	242
Arena surface	3,941	-	3,941	
Sponsorship	300	-	300	
Legal fees	932	-	932	
Bank charges	480	-	480	
IT Systems	114	-	114	
Coaching costs - subsidised	3,476	-	3,476	
Short leasehold depreciation	881	15,215	16,096	16,598
Plant and machinery depreciation	454	-	454	606
Fixtures & fittings depreciation	1,150	-	1,150	286
	<u>15,738</u>	<u>15,215</u>	<u>30,953</u>	<u>29,332</u>
Support costs				
Governance costs				
Accountancy and legal fees	600	-	600	858
Total resources expended	<u>19,665</u>	<u>15,215</u>	<u>34,880</u>	<u>33,102</u>
Net expenditure	<u>6,333</u>	<u>(15,215)</u>	<u>(8,882)</u>	<u>(7,137)</u>

This page does not form part of the statutory financial statements