

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

**Report of the Trustees and**  
**Financial Statements for the Year Ended 31 December 2020**  
**for**  
**LOCHSIDE ARENA**

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

**Contents of the Financial Statements  
for the Year Ended 31 December 2020**

	<b>Page</b>
<b>Report of the Trustees</b>	1 to 2
<b>Independent Examiner's Report</b>	3
<b>Statement of Financial Activities</b>	4
<b>Balance Sheet</b>	5 to 6
<b>Notes to the Financial Statements</b>	7 to 12

**Report of the Trustees  
for the Year Ended 31 December 2020**

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 2020. 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).

**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 close 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 British Horse Society

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**

2020 arena usage was significantly impacted by the restrictions imposed due to COVID. Despite this, cash reserves were maintained without any requirement for external assistance.

**FINANCIAL REVIEW**

**Reserves policy**

As per 2019, 2020 was very much a year of consolidation to strengthen the Arena's financial position to allow further improvements.

**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 2020**

**Registered Charity number**  
SC040150

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

**Trustees**  
R P Fellows  
Ms E M Howey (resigned 1.1.20)  
Mrs M Macleod  
Mrs D G Morrison  
Miss M Macleod (resigned 1.6.20)

**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 19 April 2021 and signed on its behalf by:



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 2020 set out on pages four to twelve.

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**

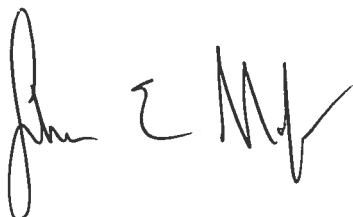
In connection with my examination, no matter has come to my attention :

(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

19 April 2021

**LOCHSIDE ARENA**

**Statement of Financial Activities  
for the Year Ended 31 December 2020**

	Notes	Unrestricted fund £	Restricted fund £	31.12.20 Total funds £	31.12.19 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	3,787	-	3,787	8,775
<b>Charitable activities</b>					
Charitable		-	-	-	715
Other trading activities	3	-	-	-	399
<b>Total</b>		<u>3,787</u>	<u>-</u>	<u>3,787</u>	<u>9,889</u>
<b>EXPENDITURE ON</b>					
Raising funds		-	-	-	776
<b>Charitable activities</b>					
Charitable		6,084	15,100	21,184	25,184
<b>Total</b>		<u>6,084</u>	<u>15,100</u>	<u>21,184</u>	<u>25,960</u>
<b>NET INCOME/(EXPENDITURE)</b>		<u>(2,297)</u>	<u>(15,100)</u>	<u>(17,397)</u>	<u>(16,071)</u>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		33,897	346,079	379,976	396,047
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>31,600</u></u>	<u><u>330,979</u></u>	<u><u>362,579</u></u>	<u><u>379,976</u></u>

The notes form part of these financial statements

**LOCHSIDE ARENA (REGISTERED NUMBER: SC352223)**

**Balance Sheet  
31 December 2020**

	Notes	Unrestricted fund £	Restricted fund £	31.12.20 Total funds £	31.12.19 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	7	22,561	330,979	353,540	371,087
<b>CURRENT ASSETS</b>					
Debtors	8	2,824	-	2,824	3,329
Cash at bank and in hand		6,691	-	6,691	6,072
		<u>9,515</u>	<u>-</u>	<u>9,515</u>	<u>9,401</u>
<b>CREDITORS</b>					
Amounts falling due within one year	9	(476)	-	(476)	(512)
		<u>9,039</u>	<u>-</u>	<u>9,039</u>	<u>8,889</u>
<b>NET CURRENT ASSETS</b>					
		<u>31,600</u>	<u>330,979</u>	<u>362,579</u>	<u>379,976</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
		<u>31,600</u>	<u>330,979</u>	<u>362,579</u>	<u>379,976</u>
<b>NET ASSETS</b>					
		<u>31,600</u>	<u>330,979</u>	<u>362,579</u>	<u>379,976</u>
<b>FUNDS</b>					
Unrestricted funds	10			31,600	33,897
Restricted funds				330,979	346,079
				<u>362,579</u>	<u>379,976</u>
<b>TOTAL FUNDS</b>					
				<u>362,579</u>	<u>379,976</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 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.

The notes form part of these financial statements

**LOCHSIDE ARENA**

**Balance Sheet - continued  
31 December 2020**

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 19 April 2021 and were signed on its behalf by:

  
R P Fellows - Trustee



**Notes to the Financial Statements  
for the Year Ended 31 December 2020**

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 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.

The presentation currency of the financial statements is the Pound Sterling (£).

The financial statements are rounded to the nearest £1.

**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.

**LOCHSIDE ARENA**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2020**

**2. DONATIONS AND LEGACIES**

	Unrestricted funds £	Restricted funds £	31.12.20 Total funds £	31.12.19 Total funds £
Membership fees	267	-	267	401
Admissions	3,520	-	3,520	8,374
	<u>3,787</u>	<u>-</u>	<u>3,787</u>	<u>8,775</u>

**3. OTHER TRADING ACTIVITIES**

	Unrestricted funds £	Restricted funds £	31.12.20 Total funds £	31.12.19 Total funds £
Dressage competitions	-	-	-	399
	<u>-</u>	<u>-</u>	<u>-</u>	<u>399</u>

**4. NET INCOME/(EXPENDITURE)**

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

	31.12.20 £	31.12.19 £
Depreciation - owned assets	<u>17,547</u>	<u>18,477</u>

**5. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

**6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted fund £	Restricted fund £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	8,775	-	8,775
<b>Charitable activities</b>			
Charitable	715	-	715
Other trading activities	399	-	399
<b>Total</b>	<u>9,889</u>	<u>-</u>	<u>9,889</u>
<b>EXPENDITURE ON</b>			
Raising funds	776	-	776
<b>Charitable activities</b>			
Charitable	10,084	15,100	25,184

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2020

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
<b>Total</b>	10,860	15,100	25,960
<b>NET INCOME/(EXPENDITURE)</b>	(971)	(15,100)	(16,071)
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	34,868	361,179	396,047
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>33,897</u>	<u>346,079</u>	<u>379,976</u>

7. TANGIBLE FIXED ASSETS

	Short leasehold £	Plant and machinery £	Fixtures and fittings £	Totals £
<b>COST</b>				
At 1 January 2020 and 31 December 2020	<u>482,853</u>	<u>3,231</u>	<u>12,264</u>	<u>498,348</u>
<b>DEPRECIATION</b>				
At 1 January 2020	113,218	2,848	11,195	127,261
Charge for year	<u>16,095</u>	<u>383</u>	<u>1,069</u>	<u>17,547</u>
At 31 December 2020	<u>129,313</u>	<u>3,231</u>	<u>12,264</u>	<u>144,808</u>
<b>NET BOOK VALUE</b>				
At 31 December 2020	<u>353,540</u>	<u>-</u>	<u>-</u>	<u>353,540</u>
At 31 December 2019	<u>369,635</u>	<u>383</u>	<u>1,069</u>	<u>371,087</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20 £	31.12.19 £
Trade debtors	235	345
Paypal	<u>2,589</u>	<u>2,984</u>
	<u>2,824</u>	<u>3,329</u>

**LOCHSIDE ARENA**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2020**

**9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.20 £	31.12.19 £
Accrued expenses	476	512

**10. MOVEMENT IN FUNDS**

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
<b>Unrestricted funds</b>			
General fund	33,897	(2,297)	31,600
<b>Restricted funds</b>			
Restricted funding	346,079	(15,100)	330,979
<b>TOTAL FUNDS</b>	<u>379,976</u>	<u>(17,397)</u>	<u>362,579</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	3,787	(6,084)	(2,297)
<b>Restricted funds</b>			
Restricted funding	-	(15,100)	(15,100)
<b>TOTAL FUNDS</b>	<u>3,787</u>	<u>(21,184)</u>	<u>(17,397)</u>

**Comparatives for movement in funds**

	At 1.1.19 £	Net movement in funds £	At 31.12.19 £
<b>Unrestricted funds</b>			
General fund	34,868	(971)	33,897
<b>Restricted funds</b>			
Restricted funding	361,179	(15,100)	346,079
<b>TOTAL FUNDS</b>	<u>396,047</u>	<u>(16,071)</u>	<u>379,976</u>

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2020

10. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	9,889	(10,860)	(971)
<b>Restricted funds</b>			
Restricted funding	-	(15,100)	(15,100)
<b>TOTAL FUNDS</b>	<u>9,889</u>	<u>(25,960)</u>	<u>(16,071)</u>

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

	At 1.1.19 £	Net movement in funds £	At 31.12.20 £
<b>Unrestricted funds</b>			
General fund	34,868	(3,268)	31,600
<b>Restricted funds</b>			
Restricted funding	361,179	(30,200)	330,979
<b>TOTAL FUNDS</b>	<u>396,047</u>	<u>(33,468)</u>	<u>362,579</u>

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 £
<b>Unrestricted funds</b>			
General fund	13,676	(16,944)	(3,268)
<b>Restricted funds</b>			
Restricted funding	-	(30,200)	(30,200)
<b>TOTAL FUNDS</b>	<u>13,676</u>	<u>(47,144)</u>	<u>(33,468)</u>

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2020**

**11. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 December 2020.