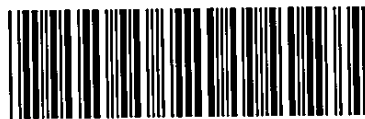


REGISTERED COMPANY NUMBER: SC352223 (Scotland)
REGISTERED CHARITY NUMBER: SC040150

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013
FOR
LOCHSIDE ARENA

WEDNESDAY



S3E7WYIP

SCT

13/08/2014

#57

COMPANIES HOUSE

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

LOCHSIDE ARENA

**CONTENTS OF THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2013**

	Page
Report of the Trustees	1 to 2
Independent Examiner's Report	3
Statement of Financial Activities	4
Balance Sheet	5 to 6
Notes to the Financial Statements	7 to 9

LOCHSIDE ARENA

REPORT OF THE TRUSTEES for the Year Ended 31 December 2013

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 2013. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC352223 (Scotland)

Registered Charity number

SC040150

Registered office

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

Trustees

Mrs F Chisholm
Mrs D Macleod
Mrs M Finlayson
J Chisholm
T Robson

Company Secretary

Mrs D Macleod

Independent examiner

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

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

The trustees were those appointed on the establishment of the Association and represent the minimum number required. Appointment and removal is in accordance with the Trust Deed which requires that appointment is approved by unanimous agreement of the existing trustees and removal of any trustee by the unanimous agreement of the others.

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.

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.

LOCHSIDE ARENA

REPORT OF THE TRUSTEES for the Year Ended 31 December 2013

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. These users provide positive feedback which should help to persuade others to use the facility.

Significant activities

The Facility has opened its doors and the following organisations use the facility on a regular basis:

Western Isles Branch of the Pony Club
Lewis and Harris Riding Club
The Dog Training Club
United Football Club
Lochside Arena RDA (Riding for the Disabled) Group

The Lochside Arena Committee 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.

Fundraising activities and events continue throughout the year and are organised by the Lochside Arena Committee.

In the short term a shortfall in funding for the building project will result in any reserves being used to meet the development costs. It is hoped that the closing creditors at 31 December 2013 will be paid in full by the end of the current financial year to 31 December 2014

ACHIEVEMENT AND PERFORMANCE

Fundraising activities

Fundraising activities and events continue throughout the year and are organised by the user groups and clubs.

FINANCIAL REVIEW

Reserves policy

The financial objectives will be to cover the operating costs of the facility on an annual basis, with the intention of creating a reserve to meet ongoing maintenance and repairs that will be required over the duration of the lease.

In the short term a shortfall in funding for the building project will result in any reserves being used to meet the development costs. Part of the shortfall may need to be bridged by loan finance.

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

ON BEHALF OF THE BOARD:



Mrs F Chisholm - Trustee

20 May 2014

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
LOCHSIDE ARENA**

I report on the accounts for the year ended 31 December 2013 set out on pages four to nine.

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.

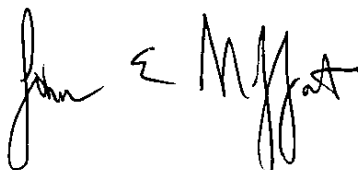
Independent examiner's statement

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

31 July 2014

LOCHSIDE ARENA

STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 31 December 2013

	Notes	Unrestricted fund £	Restricted fund £	31.12.13 Total funds £	31.12.12 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	10,441	10,000	20,441	436,604
Activities for generating funds	3	3,593	-	3,593	4,702
Other incoming resources		<u>3,060</u>	<u>-</u>	<u>3,060</u>	<u>-</u>
Total incoming resources		17,094	10,000	27,094	441,306
RESOURCES EXPENDED					
Costs of generating funds					
Fundraising trading: cost of goods sold and other costs		1,084	-	1,084	1,212
Charitable activities					
Charitable		11,890	15,100	26,990	2,817
Governance costs		<u>504</u>	<u>-</u>	<u>504</u>	<u>-</u>
Total resources expended		<u>13,478</u>	<u>15,100</u>	<u>28,578</u>	<u>4,029</u>
NET INCOMING/(OUTGOING) RESOURCES		3,616	(5,100)	(1,484)	437,277
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>15,987</u>	<u>443,000</u>	<u>458,987</u>	<u>21,710</u>
TOTAL FUNDS CARRIED FORWARD		<u>19,603</u>	<u>437,900</u>	<u>457,503</u>	<u>458,987</u>

The notes form part of these financial statements

LOCHSIDE ARENA

BALANCE SHEET
At 31 December 2013

	Notes	Unrestricted fund £	Restricted fund £	31.12.13 Total funds £	31.12.12 Total funds £
FIXED ASSETS					
Tangible assets	6	32,926	437,900	470,826	466,164
CURRENT ASSETS					
Debtors	7	3,553	-	3,553	18,623
Cash at bank and in hand		<u>4,708</u>	<u>10,000</u>	<u>14,708</u>	<u>7,339</u>
		8,261	10,000	18,261	25,962
CREDITORS					
Amounts falling due within one year	8	(21,584)	(10,000)	(31,584)	(33,139)
NET CURRENT ASSETS/(LIABILITIES)		<u>(13,323)</u>	<u>-</u>	<u>(13,323)</u>	<u>(7,177)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>19,603</u>	<u>437,900</u>	<u>457,503</u>	<u>458,987</u>
NET ASSETS		<u>19,603</u>	<u>437,900</u>	<u>457,503</u>	<u>458,987</u>
FUNDS					
Unrestricted funds	9			19,603	15,987
Restricted funds				<u>437,900</u>	<u>443,000</u>
TOTAL FUNDS				<u>457,503</u>	<u>458,987</u>

The notes form part of these financial statements

LOCHSIDE ARENA

BALANCE SHEET - CONTINUED
At 31 December 2013

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2013.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 December 2013 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 April 2008).

The financial statements were approved by the Board of Trustees on 20 May 2014 and were signed on its behalf by:



Mrs F Chisholm -Trustee

LOCHSIDE ARENA

Notes to the Financial Statements for the Year Ended 31 December 2013

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

Incoming resources

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

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Construction of the Arena was completed during the year. Depreciation will be provided from 2013 over the remainder term of the lease of the land from the Stormoway Trust.

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. VOLUNTARY INCOME

	31.12.13	31.12.12
	£	£
Donations	356	235
Grants	10,000	431,670
Membership fees	555	-
Admissions	9,530	4,699
	<u>20,441</u>	<u>436,604</u>

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

	31.12.13	31.12.12
	£	£
CNES Leader Grant	-	68,670
Robertson Trust	-	55,000
CNES - Community Regeneration Challenge Fund	-	50,000
SportScotland	-	140,000
CNES - Community Sports Partnership Funding	-	115,000
The Stafford Trust	-	3,000
Awards for all	10,000	-
	<u>10,000</u>	<u>431,670</u>

LOCHSIDE ARENA

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 December 2013

3. ACTIVITIES FOR GENERATING FUNDS

	31.12.13	31.12.12
	£	£
Fundraising events	3,143	3,712
Sponsorships	<u>450</u>	<u>990</u>
	<u>3,593</u>	<u>4,702</u>

4. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	31.12.13	31.12.12
	£	£
Depreciation - owned assets	<u>16,686</u>	<u>-</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There was no trustee's remuneration or other benefits for the year ended 31 December 2013 nor for the year ended 31 December 2012.

Mr T Robson (Trustee) is owed the sum of £5,000 at the balance sheet date in respect of a fee for the project management of the Arena construction. The fee is in respect of Mr Robsons professional services provided, and is not in relation to his duties as a Trustee of the charity.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2013 nor for the year ended 31 December 2012.

6. TANGIBLE FIXED ASSETS

	Land and buildings	Plant and machinery etc	Totals
	£	£	£
COST			
At 1 January 2013	464,733	1,431	466,164
Additions	<u>18,120</u>	<u>3,228</u>	<u>21,348</u>
At 31 December 2013	<u>482,853</u>	<u>4,659</u>	<u>487,512</u>
DEPRECIATION			
At 1 January 2013	<u>15,592</u>	<u>1,094</u>	<u>16,686</u>
NET BOOK VALUE			
At 31 December 2013	<u>467,261</u>	<u>3,565</u>	<u>470,826</u>
At 31 December 2012	<u>464,733</u>	<u>1,431</u>	<u>466,164</u>

Construction of the Arena was completed during the year. Depreciation will be charged from 2013 over the remaining term of the lease of the land from the Stornoway Trust.

LOCHSIDE ARENA

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 December 2013

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.13	31.12.12
	£	£
Trade debtors	-	18,623
Other debtors	493	-
Other debtors	<u>3,060</u>	<u>-</u>
	<u>3,553</u>	<u>18,623</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.13	31.12.12
	£	£
Trade creditors	30,220	16,689
Other creditors	<u>1,364</u>	<u>16,450</u>
	<u>31,584</u>	<u>33,139</u>

9. MOVEMENT IN FUNDS

	At 1.1.13	Net movement in funds	At 31.12.13
	£	£	£
Unrestricted funds			
General fund	15,987	3,616	19,603
Restricted funds			
Restricted funding	443,000	(5,100)	437,900
	<u>458,987</u>	<u>(1,484)</u>	<u>457,503</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	17,094	(13,478)	3,616
Restricted funds			
Restricted funding	10,000	(15,100)	(5,100)
	<u>27,094</u>	<u>(28,578)</u>	<u>(1,484)</u>