

Charity number: SC023487
Company number: SC287129

Dervaig Community Hall
(A company limited by guarantee)

Directors' report and financial statements

for the year ended 31 December 2016

Dervaig Community Hall
(A company limited by guarantee)

Contents

	Page
Legal and administrative information	1 - 2
Directors' report	3 - 6
Independent examiner's report	7
Statement of financial activities	8
Balance sheet	9 - 10
Notes to the financial statements	11 - 18

Dervaig Community Hall
(A company limited by guarantee)

Legal and administrative information

Charity number SC023487
Company registration number SC287129

Business address Dervaig Village Hall
Kilmore, Dervaig
Isle of Mull
Argyll
PA75 6QN

Registered office Dervaig Village Hall
Kilmore, Dervaig
Isle of Mull
Argyll
PA75 6QN

Directors

Elaine Wilkinson	Chair
Erin Turnbull	Vice Chair
Helen Murray	Treasurer
Helen MacCrone	Appointed 9 May 2016
Rosalind Matthew	Appointed 9 May 2016
Lee Paterson Proud	Appointed 9 May 2016
Kenneth Turnbull	Appointed 9 May 2016
Jo Weston	Appointed 9 May 2016
Patricia Evans	Appointed 8 July 2016
Lynne Addy	Appointed 15 March 2017

Basil Barton	Resigned 14 March 2017
Catherine Mayo	Resigned 14 March 2017
Louise Scarlett	Resigned 14 March 2017
Louise Fuller	Resigned 22 February 2016
Ian Maxwell Lowe	Resigned 9 May 2016
Diane Dewhurst	Resigned 9 May 2016
Nicky Adcock	Resigned 9 May 2016
Mary Barton	Resigned 9 May 2016
Frank Dewhurst	Resigned 9 May 2016
Tracy Mayo	Resigned 4 July 2016

Accountants

R A Clement Associates
Chartered Accountants
5 Argyll Square
Oban
Argyll
PA34 4AZ

Dervaig Community Hall
(A company limited by guarantee)

Legal and administrative information

Bankers

Clydesdale Bank Plc
Main Street
Tobermory
Isle of Mull
PA75 6NY

Dervaig Community Hall
(A company limited by guarantee)

Report of the directors (incorporating the trustees' report)
for the year ended 31 December 2016

The directors present their report and the financial statements for the year ended 31 December 2016. The directors, who are also trustees of Dervaig Community Hall for the purposes of charity law and who served during the year and up to the date of this report are set out on page 1 - 2.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006 and 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 published on 16 July 2014.

Structure, governance and management

Principal Objectives

During the year the main purpose of the company was to manage and maintain the Village Hall and the premises now used as a storage area for the Village Shop in Dervaig Village for the benefit of the community.

Activities within the Hall have been conducted by Clubs and the Directors to provide facilities for the community and raise funds to run and improve facilities.

Governance

The charity is a company limited by guarantee and is registered with the Office of the Scottish Charity Regulator.

No outside party can appoint directors. The maximum number of directors is 15 and the minimum is 7. At each annual general meeting the members of the Company may elect any member to be a director. Member directors (12 allowed) must be members of the company. In accordance with the Articles of Association one third (to the nearest round number) shall retire at the Annual General Meeting, being eligible to offer themselves for re-election. Co-opted directors who are non members may be appointed by the board and shall retire at each general meeting and are eligible for re-appointment.

Risk Management

The Board of Directors is ultimately responsible for the Dervaig Community Hall's internal financial and administrative control systems and reviewing their effectiveness. However, such systems are designed to manage rather than eliminate the risk of failure, and can provide only reasonable and not absolute assurance against material misstatement or loss. These systems of control include: a regular consideration by the directors of financial results, variance from budgets and non-financial performance indicators; the delegation of authority and segregation of duties and identification and management of financial and non-financial risks.

The directors therefore acknowledge their responsibility for safeguarding the Dervaig Community Hall's assets and hence taking reasonable steps for the prevention and detection of fraud and other irregularities and to provide reasonable assurance that:

1. Dervaig Community Hall is operating efficiently and effectively
2. Its assets are safeguarded against unauthorised use or disposition
3. Proper records are maintained and financial information used within Dervaig Community Hall or for publication is reliable
4. Dervaig Hall complies with relevant laws and regulations

Dervaig Community Hall
(A company limited by guarantee)

Report of the directors (incorporating the trustees' report)
for the year ended 31 December 2016

Reserves Policy

The aim of Dervaig Community Hall's reserve policy is to establish a level of reserves, which it may need in times of unexpected fluctuations in income to provide uninterrupted services for a period of 12 months.

The directors review the reserve position throughout the year. As part of the review, they assessed the level of reserves required to meet future shortfalls in income.

At the year end, the level of reserves was sufficient to cover the level of annual expenditure, particularly if depreciation is excluded.

Chair's Report

This year will be remembered as the 'Year of the Pitch'. In early 2016 the suggestion to resurface the sports pitch with a multi-use surface was proposed. A sub-committee was set up to fundraise and explore potential pitch usage. Within a very short timescale it became apparent that there was significant community support for this initiative and by the summer the funds raised had already exceeded the target amount. This was achieved through a wide range of fundraising events, sponsorship, grants and donations. Special recognition must go to the significant number of residents in the Dervaig Community and also the wider island who gave their support in so many ways. A successful application was also made to the Big Lottery Fund 'Awards for All' for sports equipment and a storage shed. The pitch was laid in October and its use since that date speaks for itself. A number of new sports clubs have been set up and the pitch is regularly used most of the week.

The excitement around the pitch has also been a catalyst for getting the younger generations involved in the running of and use of the hall. The strong link with the local primary school and enthusiasm and support from the Head Teacher, Tricia Evans, has been a key factor. Both the school and the hall benefit from this relationship. A new Youth Committee of the Hall has been formed which ensures that we are in touch with what our younger generations are looking for from the hall. A Youth Club, run by 13 volunteers on a rotational basis, is now held regularly. The Co-Op membership scheme is also supporting a small project to provide an outdoor learning area for our pre-school community in the grounds of the hall.

Some refurbishment in the hall took place in the early part of the year with the replacement of the kitchen cupboards and worktops. The committee is acutely aware of the need for an on-going refurbishment programme to maintain the hall and all its assets, which have been built up over the years through the hard work and dedication of previous committees. However with a number of ideas coming forward, and in particular the suggestion of developing the hall into a community hub, the committee decided to pause before taking forward any further refurbishments in order to consult with the wider community on what they would like to see happen with the hall. This consultation, taking place during spring 2017, will inform our future priorities and the refurbishment schedule.

Dervaig Community Hall
(A company limited by guarantee)

Report of the directors (incorporating the trustees' report)
for the year ended 31 December 2016

The new and exciting events and clubs which have developed over the past year complement the range of existing events, clubs and hall activities that have been taking place for many years at the hall, including the Seafood night, Producers Market and Lunch Club. They also contribute to the running costs of the hall, which we must always keep in our sights. This year has shown the fundraising potential from well-organised social events, such as Ceilidhs, pop-up restaurants and 'Dervaig does Christmas', that can contribute significantly to the running of the hall along with club donations, renting out the hall and the income from the bunkrooms. 2016 has also seen some welcome recovery in the occupancy levels and the income generated by the bunkrooms.

This report also provides the opportunity to say a big thank you to the directors who stood down during 2016 and to recognise the contribution they made to the running of the Hall over many years. The success of the Hall is reliant on a group of local volunteers who form the committee, along with all the other volunteers who freely give their time and expertise so that all the clubs and activities can take place.

There are too many people to mention specifically but, on behalf of the committee, I would like to say a huge thanks for the support the community has given both in attending events and sponsoring initiatives. You have contributed to making Dervaig Village Hall and pitch much-treasured assets within the community - to quote one of the children from the village - "Dervaig is THE place to live now as we have such a brilliant pitch and youth club!"

Trustees' responsibilities in relation to the financial statements

The directors (who are also trustees of Dervaig Community Hall under charity law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and which enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). 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.

Dervaig Community Hall
(A company limited by guarantee)

Report of the directors (incorporating the trustees' report)
for the year ended 31 December 2016

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Duncan Grout, ACCA of R A Clement Associates was deemed to be reappointed as independent examiner and the directors recommend that Duncan Grout, ACCA remains in office until further notice.

Small company provisions

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

This report was approved by the Board on *22nd May 2017* and signed on its behalf by



Elaine Wilkinson
Director

Dervaig Community Hall
(A company limited by guarantee)

Independent examiner's report to the directors on the unaudited financial statements of Dervaig Community Hall.

I report on the accounts for the year ended 31 December 2016 set out on pages 3 to 18.

This report is made to the charity's Trustees in accordance with the terms of my engagement. My work has been undertaken to enable me to prepare the financial statements on behalf of the charity's Trustees and for no other purpose.

To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees, as a body, for my work or this report.

Respective responsibilities of trustees and independent examiner

The charity's trustees (who are also the directors of the company for purposes of company law) are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 (the Act) and the Charities Accounts (Scotland) Regulations 2006 (as amended). 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 Independent examiner's statement

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended). 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 seeks explanations from the 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 the course of 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 Regulations
 - to prepare accounts which agree with the accounting records and comply with Regulation 8 of the 2006 Regulationshave 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.


.....
Duncan Grout, ACCA


.....
Date

Independent examiner

Of R A Clement Associates
5 Argyll Square
Oban
Argyll
PA34 4AZ

Dervaig Community Hall**(A company limited by guarantee)****Statement of financial activities (incorporating the income and expenditure account)****For the year ended 31 December 2016**

	Notes	Unrestricted funds £	Restricted funds £	2016 Total £	2015 Total £
Income from					
Donations, Grants & Legacies	2	1,479	32,020	33,499	5,066
Charitable activities	3	27,397	-	27,397	20,633
Investment income		523	-	523	375
Other income		144	-	144	-
Total income		<u>29,543</u>	<u>32,020</u>	<u>61,563</u>	<u>26,074</u>
Expenditure on					
Band, food and bar costs		5,399	-	5,399	4,505
Premises costs		22,401	-	22,401	15,392
Accountancy & other fees		696	-	696	739
Licences		299	-	299	844
Communications and IT		510	-	510	462
Postage, stationery, advertising		498	-	498	1,094
Depreciation and impairment		382	3,525	3,907	4,085
Management costs		1,920	-	1,920	1,920
Other costs		512	-	512	404
Grants and donations		825	-	825	900
Sports Pitch Surface Replacement		-	23,755	23,755	-
Total expenditure		<u>33,442</u>	<u>27,280</u>	<u>60,722</u>	<u>30,345</u>
Net income/(expenditure) for the year		(3,899)	4,740	841	(4,271)
Transfers between funds		(4,207)	4,207	-	-
Net movement in funds		<u>(8,106)</u>	<u>8,947</u>	<u>841</u>	<u>(4,271)</u>
Funds Reconciliation					
Total funds brought forward		<u>225,247</u>	<u>48,840</u>	<u>274,087</u>	<u>278,358</u>
Total funds carried forward		<u>217,141</u>	<u>57,787</u>	<u>274,928</u>	<u>274,087</u>

The notes on pages 11 to 18 form an integral part of these financial statements.

Dervaig Community Hall
(A company limited by guarantee)

Balance sheet

as at 31 December 2016

SC287129

	Notes	£	2016	£	£	2015	£
Fixed assets							
Tangible assets	7		222,766			226,673	
Current assets							
Debtors	8	222			222		
Cash at bank and in hand		53,175			48,427		
		<u>53,397</u>			<u>48,649</u>		
Creditors: amounts falling due within one year	9	<u>(1,235)</u>			<u>(1,235)</u>		
Net current assets			52,162			47,414	
Net assets			<u>274,928</u>			<u>274,087</u>	
Funds	10						
Restricted income funds			57,787			48,840	
Unrestricted income funds			217,141			225,247	
Total funds			<u>274,928</u>			<u>274,087</u>	

The directors' statements required by s475(2) and s475(3) are shown on the following page which forms part of the Balance Sheet.

The notes on pages 11 to 18 form an integral part of these financial statements.

Dervaig Community Hall
(A company limited by guarantee)

Balance sheet (continued)

SC287129

Directors statements required by the Companies Act 2006
for the year ended 31 December 2016

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by section 477 of the Companies Act 2006 ;

(b) that no notice has been deposited at the registered office of the company pursuant to section 476 of the Companies Act 2006 requesting that an audit be conducted for the year ended 31 December 2016.

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps proper accounting records which comply with section 386 of the Companies Act 2006, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its surplus or deficit for the year then ended in accordance with the requirements of sections 394 and 395, and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

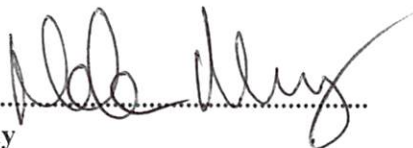
These financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the board on
behalf by

22nd May 2017

and signed on its

.....
Helen Murray
Director



The notes on pages 11 to 18 form an integral part of these financial statements.

Dervaig Community Hall
(A company limited by guarantee)

Notes to financial statements
for the year ended 31 December 2016

Legal Status of the charity

The charity is a company limited by guarantee and is governed in accordance with its Memorandum & Articles of Association.

1. Accounting policies

The principal accounting policies adopted are summarised below.

1.1. Basis of preparation and assessment of going concern.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The financial statements have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended) as well as the Companies Act 2006, and the Statement of Recommended Practice (SORP)- Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (issued on 16 July 2014 and effective January 2015).

The charity meets the definition of a public benefit entity as defined by FRS 102.

The directors, who are the trustees of the charity under charity law, consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

1.2. Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the directors have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102, a restatement of comparative items was needed. No restatements were required.

Dervaig Community Hall
(A company limited by guarantee)

Notes to financial statements
for the year ended 31 December 2016

1.3. Incoming resources

Income is recognised in the statement of financial activities when the charity is entitled to the income, any performance conditions attached have been met, it is probable that the income will be received and the amount can be quantified with reasonable accuracy. Such income is only deferred when the donor specifies performance conditions which must be met before the charity has unconditional entitlement. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.

Grants, including grants for the purchase of fixed assets, are recognised in full in the statement of financial activities in the year in which they are receivable.

Income from investments is included in the year in which it is receivable.

1.4. Resources expended

Expenditure is recognised when there is a legal or constructive obligation committing the charity to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be reliably measured.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated on an appropriate basis to the various activities of the charity. Where costs cannot be allocated directly, they are apportioned to categories on the basis of a reasonable estimate of the costs.

Fundraising costs are those incurred in generating income from various activities and do not include the costs of disseminating information in support of the charitable activities.

Governance costs include those costs necessary for the board to fulfil its constitutional and statutory obligations and are now included as support costs included in charitable activities.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

The charity is not registered for VAT and accordingly expenditure includes all vat which is irrecoverable.

Dervaig Community Hall
(A company limited by guarantee)

Notes to financial statements
for the year ended 31 December 2016

1.5. Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost or valuation less residual value of each asset over its expected useful life, as follows:

Village Hall	-	no depreciation charge
Sports Pitch	-	4% straight line
Kitchen Equipment	-	33.3% reducing balance
Hall fittings and furniture	-	20% reducing balance
Sports Equipment	-	33.3% reducing balance
Bunk Room Fittings	-	20% reducing balance

1.6. Financial Instruments

The charity has only financial assets and financial liabilities of a kind that qualifies as a basic financial instrument. Basic financial instruments are initially recognised at transaction value and are subsequently measured at their settlement value with the exception of bank loans which are measured at amortised cost using the effective interest rate method.

Basic financial instruments include debtors, prepayments, creditors, provisions and cash at bank and on hand.

2. Donations, Grants & Legacies

	Unrestricted funds £	Restricted funds £	2016 Total £	2015 Total £
Donations	1,479	-	1,479	1,866
MICT Sports Pitch	-	4,000	4,000	-
Donations - Sports Pitch	-	17,428	17,428	-
Run Mull - Sports Pitch	-	3,000	3,000	-
SRUC Community Food Fund	-	-	-	3,200
National Lottery - Sports Pitch Grant	-	7,592	7,592	-
	<u>1,479</u>	<u>32,020</u>	<u>33,499</u>	<u>5,066</u>

All income in 2015 was unrestricted.

Dervaig Community Hall
(A company limited by guarantee)

Notes to financial statements
for the year ended 31 December 2016

3. Charitable activities

	Unrestricted funds £	2016 Total £	2015 Total £
Bunkrooms Lease	8,084	8,084	4,945
Hall Hire and donations	1,772	1,772	1,380
Functions & Dances	11,246	11,246	9,480
PO and Shop rent	1,047	1,047	1,040
Phone recharges	-	-	59
Social & other clubs	4,000	4,000	2,137
Producers Market	1,248	1,248	1,592
	<u>27,397</u>	<u>27,397</u>	<u>20,633</u>

All income in 2015 was unrestricted.

4. Net incoming/(outgoing) resources for the year

	2016 £	2015 £
Net incoming/(outgoing) resources is stated after charging:		
Depreciation and other amounts written off tangible fixed assets	3,907	4,085
Examiner's/Auditor's remuneration	696	739
	<u>4,603</u>	<u>4,824</u>

Of the total depreciation charged, £3,589 was charged to restricted funds and was the only restricted expenditure for 2015.

5. Employees

No salaries or wages have been paid to employees, including the directors, during the year.

Key Management Personnel

The key management personnel of the charity consisted of the Board of Trustees.

Trustees' expenses and remuneration

The charity trustees, who are the directors of the company, were not paid and did not receive any remuneration, benefits in kind or reimbursement of expenses in their capacity as trustee during the year. No trustee received payment for professional or other services supplied to the charity.

Dervaig Community Hall
(A company limited by guarantee)

Notes to financial statements
for the year ended 31 December 2016

6. Taxation

The charity is a charitable company within the meaning of the Finance Act 2010. Accordingly the charity's activities fall within the exemptions from taxation in respect of income or capital gains afforded by the provisions of the Corporation Taxes Act 2010 and the Taxation of Chargeable Gains Act 1992 to the extent that such income or gains are applied for charitable purposes. Accordingly, there is no taxation charge in these accounts.

Dervaig Community Hall
(A company limited by guarantee)

Notes to financial statements
for the year ended 31 December 2016

7. Tangible fixed assets	Village Hall	Sports	Sports	Kitchen	Hall	Bunk	Total
	buildings	Sports	Sports	Kitchen	fitings and	Room	
	at valuation	Equipment	pitch	Equipment	equipment	Fittings	
	£	£	£	£	£	£	£
Cost or valuation							
At 1 January 2016 and							
At 31 December 2016	171,222	4,447	81,614	7,034	15,228	3,868	283,413
Depreciation							
At 1 January 2016	-	4,363	29,246	6,917	12,734	3,480	56,740
Charge for the year	-	28	3,264	39	498	78	3,907
At 31 December 2016	-	4,391	32,510	6,956	13,232	3,558	60,647
Net book values							
At 31 December 2016	171,222	56	49,104	78	1,996	310	222,766
At 31 December 2015	171,222	84	52,368	117	2,494	388	226,673

Dervaig Community Hall
(A company limited by guarantee)

Notes to financial statements
for the year ended 31 December 2016

8. Debtors

	2016 £	2015 £
Other debtors	<u>222</u>	<u>222</u>

9. Creditors: amounts falling due within one year

	2016 £	2015 £
Accruals and deferred income	<u>1,235</u>	<u>1,235</u>

10. Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total funds £
Fund balances at 31 December 2016 as represented by:			
Tangible fixed assets	177,451	45,315	222,766
Current assets	40,925	12,472	53,397
Current liabilities	(1,235)	-	(1,235)
	<u>217,141</u>	<u>57,787</u>	<u>274,928</u>

11. Unrestricted funds

	At 1 January 2016 £	Incoming resources £	Outgoing resources £	Transfers £	At 31 December 2016 £
Unrestricted Funds	221,040	29,543	(33,442)	-	217,141
Sports Pitch Surface Replacement	4,207	-	-	(4,207)	-
	<u>225,247</u>	<u>29,543</u>	<u>(33,442)</u>	<u>(4,207)</u>	<u>217,141</u>

Purposes of unrestricted funds

The unrestricted fund now includes the assets which were originally transferred to the company from the unincorporated association.

The balance on the sports pitch fund has been added to the funds raised in the year and transferred to the restricted fund.

Dervaig Community Hall
(A company limited by guarantee)

Notes to financial statements
for the year ended 31 December 2016

12. Restricted funds

	At 1 January 2016 £	Incoming resources £	Outgoing resources £	Transfers £	At 31 December 2016 £
Sports Pitch Fund	47,536	-	(3,264)	-	44,272
Portable Staging	1,304	-	(261)	-	1,043
Sports Pitch Surface Fund	-	32,020	(23,755)	4,207	12,472
	<u>48,840</u>	<u>32,020</u>	<u>(27,280)</u>	<u>4,207</u>	<u>57,787</u>

Purposes of restricted funds

Capital grants received which form part of the Pitch Account relate to grants awarded for the construction of an all weather sports area. Depreciation on this asset has been charged directly to the fund, rather than being transferred from the unrestricted fund.

A grant was received in 2010 from Awards for All towards the purchase of portable staging. Depreciation on this asset has been charged directly to the fund, rather than being transferred from the unrestricted fund.

Sports Pitch Surface Replacement Fund

Income was received from a variety of sources including Run Mull, MICT, General donations and the National Lottery, towards the replacement of the sports pitch surface.

13. Company limited by guarantee

Dervaig Community Hall is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.