

Charity number: SC038217
Company number: SC300498

Development Coll
(A company limited by guarantee)

Directors' report and financial statements

for the year ended 30 April 2011

Development Coll
(A company limited by guarantee)

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Legal and administrative information

Charity number SC038217
Company registration number SC300498

Registered office Middle Pier Office
Arinagour
Isle of Coll
Argyll
PA78 6TA

Directors John Fraser
Seonaid Maclean-Bristol
Lavinia Maclean-Bristol
Romaine Wainwright
John Wheeler James
Peter Scott Wilson
Douglas James Young Resigned 5 October 2010
Huw David Roberts Appointed 4 October 2010
Victoria Bastow Appointed 27 October 2010
Paula Jamieson Appointed 27 October 2010
Kevin Ronald Poulson Appointed 24 February 2011

Secretary L MacLean-Bristol

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

Development Coll
(A company limited by guarantee)

Report of the directors (incorporating the trustees' report)
for the year ended 30 April 2011

The directors present their report and the financial statements for the year ended 30 April 2011. The directors, who are also trustees of Development Coll 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.

Structure, governance and management

Organisation and management

The charity is controlled by the Board of Directors with day to day management carried out by two Development Officers - Emma Grant and Frances MacIntyre. Various working groups are set up as required to carry out specific projects.

The Local Development Officer's posts have been funded through the Initiative at the Edge programme; this programme came to an end in September 09; the post has continued to be funded for a further 2 years under a new HIE programme entitled 'Growth @ the Edge'.

Risk Policy

The directors continually re-assess the major risks to which the charity is exposed, and in particular those related to the construction project, as well as the general operations and finances of the Trust, and are working to ensure that systems are in place to mitigate any exposure to these risks.

Reserves Policy

The policy of the Trust is to aim to retain sufficient reserves to meet the cost of any regular commitments, as well as a contingency to enable it to continue to develop further projects.

Objectives and activities

Objectives of the charity

The charity was formed:

- to manage community land and assets as part of the protection and sustainable development of the natural environment
- to promote rural regeneration in areas of social and economic deprivation within the Community
- to advance the education of the Community about its environment, culture and/or history
- to promote, operate and/or support other similar charitable projects for the benefit of the Community.

Activities during the year

Development Coll has been carrying out a variety of activities during the past year, with these activities focusing on the results of the Community Consultation which was initially carried out 2005.

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Report of the directors (incorporating the trustees' report) for the year ended 30 April 2011

Achievements and performance

Growth Plan

In October 2009 Development Coll received funding from Highlands and Islands Enterprise to support the employment of the Development Officers for a further two and half years. During this year HIE conducted a survey to gauge what were the community priorities and 53% of those eligible to take part (ie residents on the electoral role) completed the survey. In September 2010 Coll Community Council and Development Coll held a "Celebration of Achievements" and a presentation of the survey results at Ballyhough.

The results of the survey formed the basis of a Growth Plan which takes into account the community's vision for the next five years; the projects have been prioritised and divided into short, medium and long term goals. For more information on the Growth Plan - please see www.developmentcoll.co.uk

New projects that have been progressed this year were initial investigation into improved Mobile Phone reception and the development of a local Small Producers group.

Changes in Working practice

Development Coll has been asked to listen more carefully to the community and to make its processes and procedures more transparent. We have been determined to respond to those requests and have the support of all directors in this respect. With this aim, minutes have been published on the Development Coll notice board in the village, Quarterly Newsletters were sent to all Coll residents and a quarterly Public Forum has been held. As of this December, directors meetings will be open to the public.

An Cridhe

An Cridhe means "the heart", and this building will be at the heart of life on Coll. It will be a multi-purpose building that caters for the many different needs of islanders and visitors. It will act as a place for social and sporting gatherings throughout the winter and summer, as a business centre and as a rural centre to promote local products - among other things. Importantly, it will also provide the school with much-needed facilities.

This 2.4 million project is fully under way and funding has already been received. In November 2010 we announced the purchase of the site; and the whole field is now a community owned asset. During early 2011 the tender process was completed and we were delighted that TSL Contractors, from Mull, were able to start work on the foundations in April.

The An Cridhe project employs a project manager and a book keeper - Emma Grant and Frances Macintyre respectively. Tight control on all elements of the project is being maintained by the Project Board, consisting of representatives from the design team, the construction group and the community. The Project Board is headed by John Fraser, volunteer director of Development Coll. For updates on progress, please see www.ancridhe.co.uk

Support of other island groups

This aspect of Development Coll's activities takes up approximately 10-12hours per week, from a total of 28 paid hours per week.

Work includes administrative assistance, general community liaison and funding applications. Groups which benefit include Recycoll and the Coll Kids Club. Additionally, the Coll Half Marathon received approximately 40 hours of assistance and generated funds for the An Cridhe project.

DC has also acted as a central point for providing information to the community and DC has made information available to the community on the following subjects: Scottish Power Renewables, business start-up advisors and other training opportunities. We make our office facilities available to anyone who needs it; ie. photocopying, video conferencing, internet access

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Report of the directors (incorporating the trustees' report)
for the year ended 30 April 2011

Statement as to disclosure of information to auditors

In so far as the directors are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the directors 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.

Statement of directors' responsibilities

The directors (who are also trustees of Development Coll 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, the Charities Accounts (Scotland) Regulations 2006, and the provisions of the trust deed. 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.

Auditors

R A Clement Associates were appointed auditors to the charitable company and are deemed to be reappointed in accordance with Section 487(2) of the Companies Act 2006.

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 16th Nov 2011 and signed on its behalf by



L MacLean-Bristol
Secretary

Development Coll

(A company limited by guarantee)

Independent auditor's report to the trustees and members of Development Coll

We have audited the financial statements of Development Coll for the year ended 30 April 2011 which comprise the statement of financial activities, the balance sheet and the related notes. 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.)

This report is made exclusively to the members and to the directors of the company, as a body, who are the trustees of the charity, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, s44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the members and directors those matters we are required to state to them in an auditor's 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 company, the members and the directors as trustees of the charity, as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors (trustees) and auditor

As explained more fully in the Trustee's Responsibilities Statement in the Trustees' report, the trustees (who are also directors of the company for the purposes of company law), are responsible for the preparation of the financial statements and for being satisfied that the financial statements give a true and fair view.

We have been appointed auditors under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report to you in accordance with those Acts. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors's report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material mis-statements or inconsistencies, we consider the implications for our report.

Opinion on financial statements

In our opinion, the financial statements:

give a true and fair view of the state of the charitable company's affairs as at 30 April 2011 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;

have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

have been prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

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Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

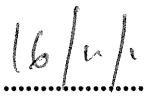
We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the charitable company has not kept proper and adequate accounting records 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime.


.....

Fiona McGlynn
Senior Statutory Auditor

For and on behalf of
R A Clement Associates
Registered Auditors


.....

5 Argyll Square
Oban
Argyll

(Eligible to act as an auditor in terms of section 1212 of the Companies Act 2006)

Development Coll
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Statement of financial activities (incorporating the income and expenditure account)

For the year ended 30 April 2011

	Notes	Unrestricted funds £	Restricted funds £	2011 Total £	2010 Total £
Incoming resources					
Incoming resources from generating funds:					
Voluntary income	2	1,044	778,129	779,173	60,859
Activities for generating funds	3	7,942	1,237	9,179	24,304
Investment income		12	146	158	22
Other incoming resources		1,782	350	2,132	-
Total incoming resources		<u>10,780</u>	<u>779,862</u>	<u>790,642</u>	<u>85,185</u>
Resources expended					
Costs of generating funds:					
Cost of generating voluntary income		213	-	213	-
Fundraising expenses		3,599	-	3,599	3,275
Charitable activities	4	7,435	57,343	64,778	35,447
Governance costs	5	5,687	700	6,387	50
Total resources expended		<u>16,934</u>	<u>58,043</u>	<u>74,977</u>	<u>38,772</u>
Net incoming/(outgoing) resources before transfers					
		(6,154)	721,819	715,665	46,413
Transfer between funds		5,419	(5,419)	-	-
Transfer to other project funds		1,991	(1,991)	-	-
Net incoming/(outgoing) resources for the year / Net income for the year		<u>1,256</u>	<u>714,409</u>	<u>715,665</u>	<u>46,413</u>
Total funds brought forward		3,622	89,411	93,033	46,620
Total funds carried forward		<u>4,878</u>	<u>803,820</u>	<u>808,698</u>	<u>93,033</u>

The notes on pages 9 to 16 form an integral part of these financial statements.

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Balance sheet
as at 30 April 2011

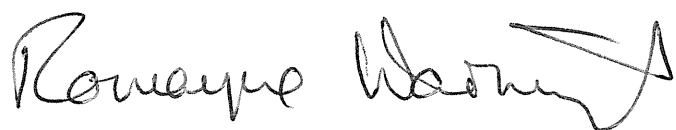
SC300498

	Notes	2011		2010	
		£	£	£	£
Fixed assets					
Tangible assets	9		498,541		-
Current assets					
Stocks		740		740	
Debtors	10	14,203		13,674	
Cash at bank and in hand		302,624		80,440	
		<u>317,567</u>		<u>94,854</u>	
Creditors: amounts falling due within one year	11	<u>(7,410)</u>		<u>(1,821)</u>	
Net current assets			<u>310,157</u>		<u>93,033</u>
Net assets			<u>808,698</u>		<u>93,033</u>
Funds					
Restricted income funds	12		803,820		89,411
Unrestricted income funds			4,878		3,622
Total funds			<u>808,698</u>		<u>93,033</u>

The financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the board on 16th Nov 2011 and signed on its behalf by

Romayne Wainwright
Director - Treasurer


 16 November 2011

The notes on pages 9 to 16 form an integral part of these financial statements.

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Notes to financial statements
for the year ended 30 April 2011

1. Accounting policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and the preceding year.

1.1. Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in March 2005 (SORP 2005) and the Companies Act 2006.

1.2. Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. 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.

1.3. Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

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Notes to financial statements
for the year ended 30 April 2011

1.4. 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 less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	No depreciation will be charged in respect of the buildings until the project is completed
Computer Equipment	-	33% straight line

1.5. Stock

Stock is valued at the lower of cost and net realisable value.

2. Voluntary income

	Unrestricted funds £	Restricted funds £	2011 Total £	2010 Total £
Individual and group donations	716	253	969	4,973
Coll Fishing/Coll Show Committees	-	2,000	2,000	-
Argyll & Bute Council- Core Funding	-	-	-	14,775
Scottish Natural Heritage	-	21,948	21,948	-
Highlands & Islands Enterprise	-	17,095	17,095	18,937
NHS Highland	-	-	-	395
W M Mann Foundation	-	-	-	2,500
Clore Duffield Foundation	-	-	-	5,200
Leader/HIE CAM/CCF	328	29,203	29,531	-
Sports Scotland	-	200,000	200,000	-
Leader Programme	-	-	-	330
Community Energy Scotland	-	61,638	61,638	-
Climate Challenge Fund	-	-	-	3,749
Hugh Fraser Foundation	-	-	-	10,000
Big Lottery Fund	-	250,500	250,500	-
Robertson Trust	-	10,000	10,000	-
ERDF	-	185,492	185,492	-
	<u>1,044</u>	<u>778,129</u>	<u>779,173</u>	<u>60,859</u>

3. Activities for generating funds

	Unrestricted funds £	Restricted funds £	2011 Total £	2010 Total £
Fundraising events	7,942	1,237	9,179	23,801
Sale of T-shirts	-	-	-	503
	<u>7,942</u>	<u>1,237</u>	<u>9,179</u>	<u>24,304</u>

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Notes to financial statements
for the year ended 30 April 2011

4. Costs of charitable activities - by fund type

	Unrestricted funds £	Restricted funds £	2011 Total £	2010 Total £
Development Activities	5,289	29,790	35,079	34,887
Community Centre	-	23,776	23,776	-
Renewables and Recycling	2,146	-	2,146	560
Workshops & Consultations	-	3,777	3,777	-
	<u>7,435</u>	<u>57,343</u>	<u>64,778</u>	<u>35,447</u>

5. Governance costs

	Unrestricted funds £	Restricted funds £	2011 Total £	2010 Total £
Professional - Auditor remuneration	1,050	700	1,750	-
Office expenses - Other	-	-	-	50
Interest - Other loans	4,637	-	4,637	-
	<u>5,687</u>	<u>700</u>	<u>6,387</u>	<u>50</u>

6. Net incoming resources for the year

	2011 £	2010 £
Net incoming resources is stated after charging:		
Depreciation and other amounts written off tangible fixed assets	-	616
Auditors' remuneration	<u>1,750</u>	<u>-</u>

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Notes to financial statements
for the year ended 30 April 2011

7. Employees

Employment costs	2011	2010
	£	£
Wages and salaries	42,930	21,143
Social security costs	4,281	-
Other costs	1,591	504
	<u>48,802</u>	<u>21,647</u>

No employee received emoluments of more than £60,000 (2010 : None).

Number of employees

The average monthly numbers of employees (excluding the directors) during the year, was as follows:

	2011	2010
	Number	Number
Development Officer	1	1
Office Administrator	1	1
	<u>2</u>	<u>2</u>

In 2010, the posts were on restricted hours; with the commencement of the construction phase of An Cridhe, higher numbers of hours are now worked by the principal project manager.

8. Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

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Notes to financial statements
for the year ended 30 April 2011

9. Tangible fixed assets	Land and buildings freehold	Computer Equipment	Total
	£	£	£
Cost			
At 1 May 2010	-	1,850	1,850
Additions	498,541	-	498,541
At 30 April 2011	<u>498,541</u>	<u>1,850</u>	<u>500,391</u>
Depreciation			
At 1 May 2010	-	1,850	1,850
At 1 May 2010 and At 30 April 2011	<u>-</u>	<u>1,850</u>	<u>1,850</u>
Net book values			
At 30 April 2011	<u>498,541</u>	<u>-</u>	<u>498,541</u>

The Big Lottery Fund has a standard security dated 11 December 2010 over ground on the Island of Coll in respect of all sums due or to become due in the future.

Included in Land and buildings is an amount of £211,600 in respect of the purchase of land which will not be depreciated. Depreciation will be charged on buildings once construction is completed.

10. Debtors	2011	2010
	£	£
Other debtors	<u>14,203</u>	<u>13,674</u>
11. Creditors: amounts falling due within one year	2011	2010
	£	£
Other taxes and social security	2,294	662
Accruals and deferred income	5,116	1,159
	<u>7,410</u>	<u>1,821</u>

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Notes to financial statements
for the year ended 30 April 2011

12. Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total funds £
Fund balances at 30 April 2011 as represented by:			
Tangible fixed assets	-	498,541	498,541
Current assets	7,934	309,633	317,567
Current liabilities	(3,056)	(4,354)	(7,410)
	<u>4,878</u>	<u>803,820</u>	<u>808,698</u>

13. Unrestricted funds

	At 1 May 2010 £	Incoming resources £	Outgoing resources £	Transfers £	At 30 April 2011 £
Unrestricted Funds	<u>3,622</u>	<u>10,780</u>	<u>(16,934)</u>	<u>7,410</u>	<u>4,878</u>

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Notes to financial statements
for the year ended 30 April 2011

14. Restricted funds	At 1 May 2010 £	Incoming resources £	Outgoing resources £	Transfers £	At 30 April 2011 £
Capital Funds					
Coll Community Centre- An Cridhe	71,482	750,309	(23,802)	2,590	800,579
Revenue Funds					
Renewable Energy and Recycling	3,099	414	(3,287)	-	226
Youth Group	349	-	-	-	349
Playpark	311	-	-	-	311
Leader - training fund	86	1,505	(1,721)	-	(130)
HIE Growth at the Edge	4,084	27,634	(29,233)	-	2,485
Hugh Fraser Foundation	10,000	-	-	(10,000)	-
	<u>89,411</u>	<u>779,862</u>	<u>(58,043)</u>	<u>(7,410)</u>	<u>803,820</u>

Purposes of restricted funds

The recycling project represents grants which were received in 2010 and 2011 towards the costs of setting up and running a glass imploder.

Youth group funds were carried forward to next year.

A grant was received from Awards for All towards the purchase of playpark equipment in 2008 and 2009. This was spent mostly in 2009, but a small balance has been carried forward.

A sum of £1155 was received from LEADER towards the costs of training on project management; the balance of incoming resources represents a reimbursement of £350

HIE Growth at the Edge; funding has been received towards the costs of salaries and other core expenses from October 2009 onwards. An initial grant of £4,000 was made to assist with cashflow as expenses are funded in arrears.

A grant of £10,000 was also received from the Hugh Fraser Foundation in 2010 and has been transferred to the main An Cridhe fund.

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Notes to financial statements
for the year ended 30 April 2011

15. Capital commitments

	2011	2010
	£	£

Details of capital commitments at the accounting date are as follows:

Contracted for but not provided in the financial statements

1,987,609	-
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The charity is in the process of constructing a Community Centre and Bunkhouse at a total projected cost of £2.4ml

16. Company limited by guarantee

Development Coll 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.