REGISTERED COMPANY NUMBER: SC285953 (Scotland)
REGISTERED CHARITY NUMBER: SC041048

Report of the Trustees and Financial Statements for the Year Ended 31 May 2018 for POINT AND SANDWICK DEVELOPMENT TRUST

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

POINT AND SANDWICK DEVELOPMENT TRUST

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Chairman's Report
for the Year Ended 31 May 2018

At last year's AGM our then Chair, Angus McCormack, reported that 2016/17 had been a year of consolidation for PST. For my part, I would say that the past year marked a further period of consolidation where, despite having to overcome technical difficulties at our windfarm, we have been able to maintain our investment support for our priority revenue clients; Bethesda, Foyer, Hebrides Alpha, Woodlands Trust, TIG (LED scheme) and an Lanntair as well as supporting a wide range of groups through the provision of community grants.

I became an elected member of the trust at the 2016 AGM. I took over the Chair in May of this year when Angus McCormack became our Honorary President. Since becoming a Director of the Trust I have come to realise what a truly amazing community organisation PST is. At a time of ever increasing restrictions on public funding I see how the Trust has developed and how it is making a real difference in our Community.

I am confident that, as we move through these early years of consolidation, our contribution to community life and rural regeneration in the Point and Sandwick area will grow significantly. We hope to continue building on our success and perhaps, in the next few years, begin a programme of investing in community infrastructure whilst maintaining our support for the community through community grants.

Our model of community windfarm development is clearly one that works and it is hard, for me, to understand why this approach has not been prioritised by agencies with influence over the development of renewables both on the Islands and throughout the UK. We will continue to make the case for more positive support for such schemes.

Our organisation did not become what it is without the input of some very talented people and without their ongoing commitment the trust would not be the success that it is today.

Firstly, we owe a great deal of gratitude to our past chair Angus McCormack for his contribution to the trust from its inception to the present day and I am very thankful that he continues to serve on the board and as our Honorary President.

Our community development consultants, Alasdair Nicolson and Tony Robson, continue to provide a valuable service by giving advice to community groups and helping them to identify and apply for other sources of funding in order to develop their projects. The professionalism of our PR team, Katie Laing, Jo Macleod and Sandie MacIver (photos) and their commitment to the trust in getting our positive story out to the wider public is much appreciated and has to be acknowledged.

I would also like to thank our Community Wind Farm consultant Calum Macdonald for his invaluable contribution to our development and success as an organisation, his wide expertise and tireless commitment is invaluable. Similarly for driving the business of the trust forward on a daily basis and providing high quality guidance and support I am deeply indebted to the Office team of DJ Macsween ,our General Manager, and Christina Smith our Office Manager

Finally, to my colleagues on the board, thank you for your support over the past few months, it has given me the confidence to serve as chair and I consider it an honour to work with you all in advancing our project for the benefit of our community.

Norman Mackenzie
Chair
Point and Sandwick Development Trust
20 November 2018

Report of the Trustees for the Year Ended 31 May 2018

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 May 2018. 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 2015).

This report relates to the operations of the charity and its wholly owned subsidiary, in order to clearly show the achievements of the organisation. Consolidated accounts have been filed separately.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the charity are to promote the social, educational, cultural and environmental wellbeing of the people of the Western Isles and in particular the residents of the areas known as Point and Sandwick i.e. those areas otherwise known as Sandwick and the Eye Peninsula and for the purposes hereof defined as comprising the whole area from and including North Street in the west to Tiumpanhead in the East and by all or any of the following means:

(i) the promotion of the community development, including rural regeneration, following principles of sustainable development, where "sustainable development" means development which meets the needs of the present without compromising the ability of the future generations to meet their own needs;

(ii) the provision of assistance to people who are disadvantaged by reason of age, ill-health, disability, financial or other disadvantage;

(iii) the promotion of education, including all forms of training for work and life skills;

(iv) the advancement of the arts, culture, and heritage, including support for the gaelic arts and the protection of buildings and sites of architectural or historic importance;

(v) the provision and support of recreational activities for the community, especially for disadvantaged or vulnerable groups, such as young people or the disabled;

(vi) the protection and enhancement of the natural heritage and environment;

(vii) the relief of poverty in such ways as may be thought fit.

Significant activities

In November 2015 the Beinn Ghrideag Wind Farm was fully commissioned and handed over to Point and Sandwick Power Limited, the Trusts wholly owned subsidiary, to operate.

The Trust will reap the benefits of the wind farm profits for the next 25 years to fund its charitable objectives for the benefit of the Isle of Lewis and the wider Western Isles.

The first distributions from the Trust took place during the period under review.

STRATEGIC REPORT

Achievement and performance

Charitable activities

These are covered in the Chairman's Report.

Future plans

These are covered in the Chairman's Report.

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.

Report of the Trustees
for the Year Ended 31 May 2018

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

All the electors resident in the districts of Point and Sandwick (comprising 16 villages from Sandwick in the west of the Eye Peninsula to Tiumpan Head in the east) are eligible to register as members of the Point and Sandwick Trust. There is no deposit required for membership. The members elect the governing committee at the AGM. Sandwick North St Grazings Committee, Point Community Council, and Sandwick Community Council are entitled to ex-officio representation on the Board.

Organisational structure

Point and Sandwick Power is a trading company which is wholly owned by Point and Sandwick Development Trust. It is responsible for financing, building and operating the Beinn Ghrideag wind farm. All the net profit after the financing and running costs are deducted are gifted to the Point and Sandwick Development Trust for community benefit.

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.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC285953 (Scotland)

Registered Charity number

SC041048

Registered office

26 Lewis Street
Stornoway
Isle of Lewis
HS1 2JF

Trustees

A Mackenzie
K D Macdonald
Ms J Pain
Dr D C Taylor
D M Mackay
A McCormack
Mrs E Chaplin
M L Bruce
E F Macgregor
Mrs A Carty
Mrs S Macleod
Mrs A Munro
N Mackenzie

Auditors

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

Report of the Trustees
for the Year Ended 31 May 2018

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Point and Sandwick Development Trust for the purposes of company law) are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees 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 those financial statements, the trustees are required to

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

In so far as the trustees are aware:

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

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 20 November 2018 and signed on the board's behalf by:

N Mackenzie - Trustee

Report of the Independent Auditors to the Trustees of Point and Sandwick Development Trust

Opinion

We have audited the financial statements of Point and Sandwick Development Trust (the 'charitable company') for the year ended 31 May 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 May 2018 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

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

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements ; or
- the charitable company has not kept proper and adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Report of the Independent Auditors to the Trustees of POINT AND SANDWICK DEVELOPMENT TRUST

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Section 44(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 charitable company's trustees those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Mann Judd Gordon Ltd
Registered Auditors &
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Chartered Accountants
26 Lewis Street
Stornoway
Isle of Lewis
HS1 2JF

20 November 2018

Statement of Financial Activities
for the Year Ended 31 May 2018

	Notes	Unrestricted fund £	Restricted fund £	Year Ended 31.5.18 Total funds £	Period 1.7.16 to 31.5.17 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	530,000	-	530,000	195,000
Investment income	3	-	87,409	87,409	78,256
Other income		2,997	-	2,997	2,541
Total		532,997	87,409	620,406	275,797
EXPENDITURE ON					
Charitable activities	4				
Grants disbursed		318,620	-	318,620	113,510
Community Project Development Costs		29,899	4,221	34,120	23,075
Governance costs		9,625	-	9,625	6,143
Windfarm loan interest		-	40,630	40,630	29,723
Office Costs		103,427	-	103,427	73,048
Total		461,571	44,851	506,422	245,499
NET INCOME		71,426	42,558	113,984	30,298
RECONCILIATION OF FUNDS					
Total funds brought forward		26,118	911,965	938,083	907,785
TOTAL FUNDS CARRIED FORWARD		97,544	954,523	1,052,067	938,083

The notes form part of these financial statements

Balance Sheet
At 31 May 2018

	Notes	Unrestricted fund £	Restricted fund £	31.5.18 Total funds £	31.5.17 Total funds £
FIXED ASSETS					
Tangible assets	11	-	11,684	11,684	15,905
Investments	12	2	-	2	2
		2	11,684	11,686	15,907
CURRENT ASSETS					
Debtors	13	4,796	1,488,685	1,493,481	1,522,783
Cash at bank and in hand		97,217	-	97,217	26,180
		102,013	1,488,685	1,590,698	1,548,963
CREDITORS					
Amounts falling due within one year	14	(4,471)	(62,521)	(66,992)	(80,943)
NET CURRENT ASSETS		97,542	1,426,164	1,523,706	1,468,020
TOTAL ASSETS LESS CURRENT LIABILITIES		97,544	1,437,848	1,535,392	1,483,927
CREDITORS					
Amounts falling due after more than one year	15	-	(483,325)	(483,325)	(545,844)
NET ASSETS		97,544	954,523	1,052,067	938,083
FUNDS	17				
Unrestricted funds				97,544	26,118
Restricted funds				954,523	911,965
TOTAL FUNDS				1,052,067	938,083

The notes form part of these financial statements

continued...

Balance Sheet - continued
At 31 May 2018

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 May 2018.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

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 financial statements were approved by the Board of Trustees on 20 November 2018 and were signed on its behalf by:

N Mackenzie -Trustee

D M Mackay -Trustee

The notes form part of these financial statements

Cash Flow Statement
for the Year Ended 31 May 2018

	Notes	Year Ended 31.5.18 £	Period 1.7.16 to 31.5.17 £
Cash flows from operating activities:			
Cash generated from operations	1	71,037	(11,475)
Interest paid		(40,630)	(29,723)
Net cash provided by (used in) operating activities		30,407	(41,198)
Cash flows from investing activities:			
Purchase of tangible fixed assets		-	(2,828)
Interest received		40,630	29,722
Net cash provided by (used in) investing activities		40,630	26,894
Change in cash and cash equivalents in the reporting period		71,037	(14,304)
Cash and cash equivalents at the beginning of the reporting period		26,180	40,484
Cash and cash equivalents at the end of the reporting period		97,217	26,180

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 31 May 2018

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Year Ended 31.5.18 £	Period 1.7.16 to 31.5.17 £
Net income for the reporting period (as per the statement of financial activities)	113,984	30,298
Adjustments for:		
Depreciation charges	4,221	3,869
Interest received	(87,409)	(78,256)
Interest paid	40,630	29,723
Decrease in debtors	-	7,502
Decrease in creditors	(389)	(4,611)
Net cash provided by (used in) operating activities	71,037	(11,475)

Notes to the Financial Statements
for the Year Ended 31 May 2018

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 2015)', 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 with the exception of investments which are included at market value.

The presentation currency is Pounds Sterling - £.

The accounts are rounded to the nearest £1.

The previous year financial statements cover the eleven months to 31 May 2017 and therefore the comparative figures for the year ended 31 May 2017 are not entirely comparable. The reason for the change was in order to have the same reporting periods are required by the principal lender to the charity's wholly-owned subsidiary by Santander UK Plc.

Preparation of consolidated financial statements
These financial statements relate only to the charity Point and Sandwick Development Trust. Consolidated accounts incorporating the accounts of the parent charitable company, Point and Sandwick Development Trust and its wholly-owned subsidiary, Point and Sandwick Power Limited, are also prepared. All inter-company transactions and year-end balances are removed on consolidation.

Individual accounts are prepared for both Point and Sandwick Development Trust and Point and Sandwick Power Limited. These are filed at the Registrar of Companies. Both the consolidated accounts and the individual accounts for Point and Sandwick Development Trust are filed at Office of the Scottish Charity Regulator in order to comply with Regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006.

Critical accounting judgements and key sources of estimation uncertainty
Depreciation
The area of the accounts susceptible to the use of significant judgements or estimates is that of the area of Tangible Fixed Assets and the estimation of both useful economic life and residual value.

Useful economic life and residual value impact on the carrying value of the assets in the accounts and on the depreciation charged to the profit and loss account in the period.

The trustees have elected to depreciate fixed assets over 5 years on a straight line basis.

Net present value of inter-company loan
The transition to the new accounting framework has resulted in a material change to the opening reserves position, due to the restatement of the interest free element of the inter company loan, which is expected to be repaid once the subsidiary has repaid the bank loan facility. The loan has been restated to its expected net present value using a notional interest charge based on 3.75%.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 May 2018

1. ACCOUNTING POLICIES - continued

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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 20% on cost
Computer equipment	- 20% on cost

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.

Pension costs and other post-retirement benefits
The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Investment income
The charity has loaned funds to its wholly owned subsidiary - Point and Sandwick Power Ltd - in order to further the charities objectives via income from a Community Wind farm being developed by Point and Sandwick Power Ltd. These funds include both grant funding received from BIG Lottery and Social Investment Scotland and loan funding received from Social Investment Scotland and Social Investment Scotland Community Finance.

The charity are charging the interest charges levied by Social Investment Scotland and Social Investment Scotland Community Finance at cost to Point and Sandwick Power Ltd.

The Trust are not charging interest to Point and Sandwick Power Ltd on grant based borrowings, as the loans are in furtherance of the Trusts charitable activities.

2. DONATIONS AND LEGACIES

	Year Ended 31.5.18	Period 1.7.16 to 31.5.17
	£	£
Donations	530,000	195,000

Notes to the Financial Statements - continued
for the Year Ended 31 May 2018

3. INVESTMENT INCOME

	Year Ended 31.5.18	Period 1.7.16 to 31.5.17
	£	£
Loan interest - paid	40,630	29,723
Loan interest - NPV adjustment	46,779	48,533
	87,409	78,256

4. CHARITABLE ACTIVITIES COSTS

	Direct costs	Grant funding of activities (See note 5)	Support costs (See note 6)	Totals
	£	£	£	£
Windfarm loan interest	40,630	-	-	40,630
Grants disbursed	-	318,620	-	318,620
Community Project Development Costs	-	-	34,120	34,120
Governance costs	-	-	9,625	9,625
Office Costs	-	-	103,427	103,427
	40,630	318,620	147,172	506,422

5. GRANTS PAYABLE

	Year Ended 31.5.18	Period 1.7.16 to 31.5.17
	£	£
Grants disbursed	318,620	113,510

The total grants paid to institutions during the year was as follows:

	Year Ended 31.5.18	Period 1.7.16 to 31.5.17
	£	£
Hebrides Alpha Project	30,000	15,000
An Lanntair	25,000	10,000
Western Isles Foyer	30,000	15,000
Bethesda	30,020	25,000
Woodland Trust	58,299	29,000
Tighean Innse Gall	36,000	-
	209,319	94,000

Notes to the Financial Statements - continued
for the Year Ended 31 May 2018

5. GRANTS PAYABLE - continued

The total grants paid to individuals during the year was as follows:

	Year Ended 31.5.18	Period 1.7.16 to 31.5.17
	£	£
Point Agricultural Society	500	500
Urras Eaglais na H-Aoidhe	300	300
Upper Bayble Community Trust	-	250
Tiumpan Young at Heart	500	500
Cairdean og Allt nan Gall	2,348	500
Sandwick Hall & Recreation Association	-	500
Advocacy Western Isles	4,100	2,500
Point Sport & Recreation Association	2,778	1,200
Point Community Council	-	500
Lewis & Harris Piping Society	2,500	2,500
Western Isles Association for Mental Health	5,000	2,500
Western Isles Island Games Association	-	1,000
Point Brownies	-	200
Western Isles Transport Preservation Group	922	4,570
Sandwick Community Council	-	1,000
Mossend Residents Association	1,240	990
Acair Ltd	10,000	-
BSP Tiumpanhead Commun PST FP	10,520	-
Coastal Path Group	1,100	-
ABC Club	180	-
Western Isles Cancer Care Initiative	900	-
Stornoway Sea Angling	1,000	-
Sgoil an Rubha	950	-
Lewis Pipe Band	2,000	-
Aignish Cemetry Committee	13,332	-
Church of Scotland Garrabost	3,600	-
Stornoway Beaver Scouts	148	-
Portnaguran A Com	5,000	-
Melbost and Branhuie	200	-
Point Football Club	4,663	-
Point War Memorial	200	-
Crossroads (Lewis) Care Attendant Scheme	6,000	-
North West Allstars	3,970	-
Stornoway Amenity Trust	1,900	-
Stornoway Primary Parent Council	100	-
Sandwickhill Learning Centre	250	-
Rural Nations	1,000	-
The Broken Ravens	100	-
Community Energy Scotland	2,600	-
Stornoway Rowing Club	1,000	-
Goathill Park Amenity & Recreation	7,500	-
Feis an Rubha	500	-
Stornoway Historical Society	6,000	-
Stornoway Rugby Club	3,000	-
Sgoil an Rubha Parent Council	250	-
Western Isles Kidney Patients Association	1,000	-
Friends of the Nicolson	150	-
	109,301	19,510

Notes to the Financial Statements - continued
for the Year Ended 31 May 2018

6. SUPPORT COSTS

	Management	Governance costs	Totals
	£	£	£
Community Project Development Costs	34,120	-	34,120
Governance costs	-	9,625	9,625
Office Costs	103,427	-	103,427
	137,547	9,625	147,172

7. NET INCOME/(EXPENDITURE)

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

	Year Ended 31.5.18	Period 1.7.16 to 31.5.17
	£	£
Auditors' remuneration	2,400	1,800
Auditors' remuneration for non audit work	2,311	448
Depreciation - owned assets	4,221	3,869

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 May 2018 nor for the period ended 31 May 2017.

Trustees' expenses
There were no trustees' expenses paid for the year ended 31 May 2018 nor for the period ended 31 May 2017.

The charity incurred £4,914 in hosting Board meetings during the year (£4,343 in 2017).

Notes to the Financial Statements - continued
for the Year Ended 31 May 2018

9. STAFF COSTS

	Year Ended 31.5.18	Period 1.7.16 to 31.5.17
	£	£
Wages and salaries	50,414	47,116
Social security costs	4,693	4,448
Other pension costs	5,080	5,076
	60,187	56,640

The average monthly number of employees during the year was as follows:

	Year Ended 31.5.18	Period 1.7.16 to 31.5.17
Development Officer	1	1
Administration	1	1
	2	2

No employees received emoluments in excess of £60,000.

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund	Restricted fund	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	195,000	-	195,000
Investment income	-	78,256	78,256
Other income	2,541	-	2,541
Total	197,541	78,256	275,797
EXPENDITURE ON			
Charitable activities			
Grants disbursed	113,510	-	113,510
Community Project Development Costs	19,206	3,869	23,075
Governance costs	6,143	-	6,143
Windfarm loan interest	-	29,723	29,723
Office Costs	73,048	-	73,048
Total	211,907	33,592	245,499
NET INCOME	(14,366)	44,664	30,298

Notes to the Financial Statements - continued
for the Year Ended 31 May 2018

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund	Restricted fund	Total funds
	£	£	£
RECONCILIATION OF FUNDS			
Total funds brought forward	40,484	867,301	907,785
TOTAL FUNDS CARRIED FORWARD	26,118	911,965	938,083

11. TANGIBLE FIXED ASSETS

	Freehold property	Computer equipment	Totals
	£	£	£
COST			
At 1 June 2017 and 31 May 2018	15,322	5,783	21,105
DEPRECIATION			
At 1 June 2017	3,155	2,045	5,200
Charge for year	3,064	1,157	4,221
At 31 May 2018	6,219	3,202	9,421
NET BOOK VALUE			
At 31 May 2018	9,103	2,581	11,684
At 31 May 2017	12,167	3,738	15,905

12. FIXED ASSET INVESTMENTS

	Shares in group undertakings
	£
MARKET VALUE	
At 1 June 2017 and 31 May 2018	2
NET BOOK VALUE	
At 31 May 2018	2
At 31 May 2017	2

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

Notes to the Financial Statements - continued
for the Year Ended 31 May 2018

12. FIXED ASSET INVESTMENTS - continued

Point and Sandwick Power Ltd
Nature of business: Energy generation

Class of share:	% holding
Ordinary	100

	31.5.18	31.5.17
	£	£
Aggregate capital and reserves	1,504,155	1,302,209
Profit for the year/period	201,946	486,133

The charity has entered into a Share Pledge in respect of its shareholding in Point and Sandwick Power Ltd in favour of Santander UK Plc as security for the loan finance provided to Point and Sandwick Power to fund the development of the Community Owned Wind Farm.

13. DEBTORS

	31.5.18	31.5.17
	£	£
Amounts falling due within one year:		
Amounts owed by group undertakings	62,521	76,082
Amounts falling due after more than one year:		
Amounts owed by group undertakings	1,430,960	1,446,701
Aggregate amounts	1,493,481	1,522,783

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.5.18	31.5.17
	£	£
Other loans (see note 16)	62,521	76,082
Social security and other taxes	870	1,260
Accrued expenses	3,601	3,601
	66,992	80,943

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

	31.5.18	31.5.17
	£	£
Other loans (see note 16)	483,325	545,844

Notes to the Financial Statements - continued
for the Year Ended 31 May 2018

16. LOANS

An analysis of the maturity of loans is given below:

	31.5.18	31.5.17
	£	£
Amounts falling due within one year on demand:		
Other loans	62,521	76,082
Amounts falling between one and two years:		
Other loans - 1-2 years	67,082	62,521
Amounts falling due between two and five years:		
Other loans - 2-5 years	231,965	216,190
Amounts falling due in more than five years:		
Repayable by instalments:		
Other loans more 5yrs instal	184,278	267,133

17. MOVEMENT IN FUNDS

	At 1.6.17	Net movement in funds	At 31.5.18
	£	£	£
Unrestricted funds			
General fund	26,118	71,426	97,544
Restricted funds			
Restricted fund	911,965	42,558	954,523
TOTAL FUNDS	938,083	113,984	1,052,067

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	532,997	(461,571)	71,426
Restricted funds			
Restricted fund	87,409	(44,851)	42,558
TOTAL FUNDS	620,406	(506,422)	113,984

Notes to the Financial Statements - continued
for the Year Ended 31 May 2018

17. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.7.16 £	Net movement in funds £	At 31.5.17 £
Unrestricted Funds			
General fund	40,484	(14,366)	26,118
Restricted Funds			
Restricted fund	867,301	44,664	911,965
TOTAL FUNDS	907,785	30,298	938,083

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	197,541	(211,907)	(14,366)
Restricted funds			
Restricted fund	78,256	(33,592)	44,664
TOTAL FUNDS	275,797	(245,499)	30,298

18. RELATED PARTY DISCLOSURES

The charitable company owns 100% of the share capital of Point and Sandwick Power Limited, a company registered in Scotland, at 26 Lewis Street, Stornoway, Isle of Lewis, HS1 2JF.

At the balance sheet date the amount owed to Point and Sandwick Development Trust was £1,938,936 (2017 : £2,015,019). (These balances have been restated to the Net Present Values in the financial statements, of £1,493,480 and £1,522,873, respectively.) Interest is charged on the element of the balance representing funds loaned to Point and Sandwick Development Trust by Social Investment Scotland and Social Investment Scotland Community Finance. The interest is charged to the company at cost. The balance of funds does not attract interest. The interest charged in the year in the profit and loss account amounted to £40,630 and this is included within the sub-debt interest payable figure. The notional interest charge in relation to the Net Present Value calculation was £46,779.

Loan repayments amounting to £76,082 were repaid to Point and Sandwick Development Trust.

During the year the company paid a Donation to Point and Sandwick Development Trust of £530,000 (2017 : £195,000).