

Company registration number: SC583682
Charity registration number:SCO48761

New Cumnock Development Trust

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2022

New Cumnock Development Trust

Contents

Reference and Administrative Details	1
Strategic Report	2
Trustees' Report	3 to 5
Statement of Trustees' Responsibilities	6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9
Notes to the Financial Statements	10 to 16

New Cumnock Development Trust

Reference and Administrative Details

Chairman	Susan Kerr
Trustees	Iain Burgoyne John Houston Wendy Pring Graham Greig (appointed 30 January 2022) Angus Hart (appointed 30 January 2022) John Hunter (appointed 30 January 2022) Heather Johnson (appointed 30 January 2022) William Paterson (appointed 5 October 2021) Graham Wight (appointed 5 October 2021) Robert Clegg (resigned 5 April 2022) Michael Shepley (Resigned 4 September 2021) Lee Rush (Resigned 29 April 2021) Mary Daubney (appointed 5 October 2021 and resigned 30 January 2022)
Principal Office	21 Castle New Cumnock East Ayrshire KA18 4AN The charity is incorporated in Scotland.
Company Registration Number	SC583682
Charity Registration Number	SCO48761
Independent Examiner	Mr Alan Daubney 32/34 High Street Sanquhar Dumfriesshire DG4 6BL

New Cumnock Development Trust

Strategic Report for the Year Ended 31 March 2022

The trustees, who are directors for the purposes of company law, present their strategic report for the year ended 31 March 2022, in compliance with s414C of the Companies Act 2006.

Achievements and performance

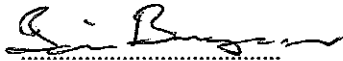
NCDT's work is guided by our strategic plan, business plan and the New Cumnock Regeneration Masterplan. This is supplemented by other community consultation and thematic plans as well as the external environment. NCDT is still a young organisation and trustees and staff are continuing to develop structures and management systems to ensure the organisation is fit to deliver on its purposes.

Financial review

Policy on reserves

In order to provide stability and resilience, the trustees consider that an amount equivalent to 3 months running costs, plus contractual commitments, accountancy and legal fees should be held in reserve. In addition, recent global events and the cost of living crisis indicate that to provide sufficient resilience, a higher level of reserves is desirable. Currently, NCDT's free reserves are £13,347 and trustees recognise the need to build up reserves to an appropriate level.

The strategic report was approved by the trustees of the charity on 22 December 2022 and signed on its behalf by:



Iain Burgoyne
Trustee

New Cumnock Development Trust

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 March 2022.

Objectives and activities

Objectives, strategies and activities

Vision, Mission & Values

The following values underpin our decision making and structure our approach. Our Vision & Mission statements were co-created with the community and are reflected in the decision making and deliverables of our Objectives, Strategies & Activities.

Vision:

New Cumnock Development Trust has the vision of a friendly, welcoming, and inclusive New Cumnock with a prosperous and sustainable future that builds on all our strengths, and which is led by a thriving and active community.

Mission

To help make this future a reality, New Cumnock Development Trust works in partnership with the community and local organisations - supporting, co-ordinating and leading a range of projects and developments which deliver on the hopes and priorities of the people of New Cumnock

Values

- Open, honest & accountable
- Community-led
- A champion of Equality & inclusion
- Enabling & Empowering
- Respectful, treating all people with dignity
- Collaborative, working well in partnership
- Entrepreneurial

New Cumnock Development Trust was granted charitable status in October 2018 and is owned and managed by the local community. It was set up to:

- spearhead the regeneration of New Cumnock
- work in partnership with other private, voluntary, and public sector organisations to realise the hopes and priorities of the local community
- reduce dependency on grant support by generating income through enterprise and the ownership of assets

New Cumnock Development Trust

Trustees' Report

Activities

COVID restrictions were still in place at the beginning of 2021, and this meant many planned community activities could not be run until the beginning of Summer 2021. Notable exceptions were the Gardening Group, which is supported by NCDT, and was able to continue almost throughout this time, an easter window decorating competition and other similar socially distanced community support initiatives, and a cooking course which was initially planned as in-person but moved online.

Summer 2021 marked a shift in NCDT's community activities with a wide range of in-person activity being offered in the village. All of this was outdoors through the SummeRRR Program (Revive, Restore, Reconnect) as were the first regular groups NCDT ran or supported. Indoor groups and activities were added to the schedule when safe and legally allowed.

Throughout the year, activities have included:

- 70 people have taken part in volunteering directly for NCDT, either in a formal volunteering role or as part of the informal resilience response to COVID. Additional volunteers have helped out with local community groups that are supported by NCDT.
- 74 people taking part in Sporting Activities organised by NCDT on a weekly basis.
- Partnership working with the NHS to facilitate Weigh to Go block sessions to promote better health.
- 94 children participating weekly in youth work sessions, supported by partnership working with Youth Scotland
- 20 teenage girls participating in youth sessions.
- Partnership working with Youth Scotland.
- 706 local people taking part in 4 week- long Summer Programme of events.
- 161 people took part in other whole community events
- Provided support to independent groups such as running club and walking group who progressed to become self- sufficient.
- Provided admin and organisational support to 5 other community groups.
- New Cumnock News continued with various themes - the Autumn Edition focused on Health and Wellbeing.
- Continuation in the development with Website
- Sharing information via social media with 1592 Facebook followers and over 40,000 page visits throughout the year.
- 30 families supported through our Christmas Food Hamper initiative.
- 3 local football clubs assisted in the production of a community Christmas video which was shown at a Christmas Music Event open to the whole community and attended by 90 people. Afternoon tea was provided along with entertainment from local kids choir and other music groups.

Other projects include:

- partnership community resilience and research project aiming to gather local views on the effects of the pandemic. This partnership was led by East Ayrshire CVO and joined partner organisations Auchinleck Community Development Initiative, The Zone, Yip World and The Sky project.
- First phase of Network 76, a partnership sustainable community transport project aiming to raise awareness of sustainable transport issues and create a community transport plan. Lead partner is Community Energy Scotland, with other partners being Kelloholm and Kirkconnel Development Trust, Sanquhar Enterprise Company, Kier, Penpont and Tynron Development Trust, Moniave Initiative, Nith Valley Leaf Trust - these communities, along with New Cumnock have the A76 and the Carlisle - Glasgow rail line as their wider transport links.
- Funds were raised for a first phase renovation of the former Castle Hotel and work with DTAS vacant and derelict land project continued to focus on developing plans to bring the Trotters building into community ownership and back into use.
- Trotters building was purchased by NCDT on behalf of the community, following negotiation with the previous owner and successful fundraising.

New Cumnock Development Trust

Trustees' Report

Structure, governance and management

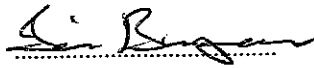
Organisational structure

New Cumnock Development Trust is a two-tier charity limited by guarantee; the Board of Trustees, who are responsible for the governance, stewardship and overall strategic direction of the organisation and the members. People who live in New Cumnock are eligible to be ordinary members and they elect trustees and vote on any constitutional matters. Staff carry out the day to day operations of the charity, under close direction and support of the trustees.

Recruitment and appointment of trustees

Following a change to the articles of association made by ordinary members, the board can now consist of a maximum of 12 trustees - up to 9 of the trustees can be elected from ordinary members, up to 3 can be co-opted by the board and 1 trustee can be appointed by New Cumnock Community Council.

The annual report was approved by the trustees of the charity on 22 December 2022 and signed on its behalf by:



Iain Burgoyne
Trustee

New Cumnock Development Trust

Statement of Trustees' Responsibilities

The trustees (who are also the directors of New Cumnock Development Trust for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and 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 business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and 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.

Approved by the trustees of the charity on 22 December 2022 and signed on its behalf by:



Iain Burgoyne
Trustee

New Cumnock Development Trust

Independent Examiner's Report to the trustees of New Cumnock Development Trust

I report on the accounts of the charity for the year ended 31 March 2022 which are set out on pages 8 to 16 .

Respective responsibilities of trustees and examiner

The charity's trustees (who are also directors of the company for the 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. The charity's trustees consider that an audit is not required for this year under Regulation 10(1) (a) to (c) of the Accounts Regulations and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of The Institute of Chartered Accountants of Scotland .

It is my responsibility to:

- examine the accounts under section 44(1)(c) of the Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with regulation 11 of the Accounts Regulations. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

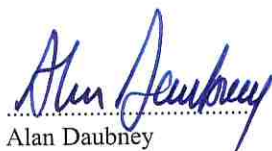
Independent examiner's statement

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

(1) which gives me a 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 Accounts Regulations; and
 - to prepare accounts which accord with the accounting records, comply with regulation 8 of the Accounts Regulations
- have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Alan Daubney

32/34 High Street
Sanquhar
Dumfriesshire
DG4 6BL

22 December 2022

New Cumnock Development Trust

Statement of Financial Activities for the Year Ended 31 March 2022 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £
Income and Endowments from:				
Donations and legacies	3	3,412	414,959	418,371
Investment income	4	227	-	227
Total Income		<u>3,639</u>	<u>414,959</u>	<u>418,598</u>
Expenditure on:				
Charitable activities	5	(2,626)	(167,981)	(170,607)
Total Expenditure		<u>(2,626)</u>	<u>(167,981)</u>	<u>(170,607)</u>
Net income		<u>1,013</u>	<u>246,978</u>	<u>247,991</u>
Net movement in funds		1,013	246,978	247,991
Reconciliation of funds				
Total funds brought forward		<u>12,334</u>	<u>584,536</u>	<u>596,870</u>
Total funds carried forward	13	<u>13,347</u>	<u>831,514</u>	<u>844,861</u>
	Note	Unrestricted funds £	Restricted funds £	Total 2021 £
Income and Endowments from:				
Donations and legacies	3	10,250	428,233	438,483
Investment income	4	95	-	95
Other income		489	-	489
Total Income		<u>10,834</u>	<u>428,233</u>	<u>439,067</u>
Expenditure on:				
Charitable activities	5	(579)	(168,083)	(168,662)
Total Expenditure		<u>(579)</u>	<u>(168,083)</u>	<u>(168,662)</u>
Net income		<u>10,255</u>	<u>260,150</u>	<u>270,405</u>
Net movement in funds		10,255	260,150	270,405
Reconciliation of funds				
Total funds brought forward		<u>2,079</u>	<u>324,386</u>	<u>326,465</u>
Total funds carried forward	13	<u>12,334</u>	<u>584,536</u>	<u>596,870</u>

All of the charity's activities derive from continuing operations during the above two periods.
The funds breakdown for 2021 is shown in note 13.

New Cumnock Development Trust

(Registration number: SC583682)
Balance Sheet as at 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	10	230,977	156,925
Current assets			
Debtors	11	53,094	49,234
Cash at bank and in hand		<u>572,822</u>	<u>425,783</u>
		625,916	475,017
Creditors: Amounts falling due within one year	12	<u>(12,032)</u>	<u>(35,072)</u>
		613,884	439,945
Net current assets		<u>613,884</u>	<u>439,945</u>
Net assets		<u>844,861</u>	<u>596,870</u>
Funds of the charity:			
Restricted funds		831,514	584,536
Unrestricted income funds			
Unrestricted funds		<u>13,347</u>	<u>12,334</u>
Total funds	13	<u>844,861</u>	<u>596,870</u>

For the financial year ending 31 March 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements on pages 8 to 16 were approved by the trustees, and authorised for issue on 22 December 2022 and signed on their behalf by:



Iain Burgoyne
Trustee

New Cumnock Development Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

1 Charity status

The charity is a charity limited by guarantee and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with 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) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

New Cumnock Development Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

New Cumnock Development Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

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.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Plant and machinery	25% reducing balance method
Freehold property	no depreciation applied.

New Cumnock Development Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Reserves

It is the policy of the charity to maintain three months average expenditure as reserves.

3 Income from donations and legacies

	Unrestricted funds			
	General £	Restricted funds £	Total 2022 £	Total 2021 £
Donations and legacies;				
Donations from individuals	22	-	22	250
Grants, including capital grants;				
Grants from other organisations	3,390	146,507	149,897	178,137
Grants from community benefit	-	268,452	268,452	260,096
	<u>3,412</u>	<u>414,959</u>	<u>418,371</u>	<u>438,483</u>

4 Investment income

	Unrestricted funds		
	General £	Total 2022 £	Total 2021 £
Interest receivable and similar income;			
Interest receivable on bank deposits	<u>227</u>	<u>227</u>	<u>95</u>

New Cumnock Development Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

5 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total 2022 £	Total 2021 £
Masterplan including NCN		-	21,042	21,042	39,506
Knockshinnoch CARES		-	3,224	3,224	3,160
ICF		-	-	-	8,100
Covid and small funds		-	62,079	62,079	41,181
51 Castle		-	5,867	5,867	21,758
Community engagement/support		-	4,568	4,568	4,557
Town centre property		1,014	6,765	6,765	3,143
Small Windfarm Fund and other grant making		-	23,191	24,205	2,646
Allocated support costs	6	1,612	28,177	28,177	43,480
Governance costs	6	-	10,710	12,322	-
		-	2,358	2,358	1,131
		<u>2,626</u>	<u>167,981</u>	<u>170,607</u>	<u>168,662</u>

6 Analysis of governance and support costs

Governance costs

	Restricted funds £	Total 2022 £	Total 2021 £
Independent examiner fees			
Examination of the financial statements	698	698	774
Depreciation, amortisation and other similar costs	<u>1,660</u>	<u>1,660</u>	<u>357</u>
	<u>2,358</u>	<u>2,358</u>	<u>1,131</u>

7 Staff costs

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2022 No	2021 No
Office and support staff	<u>3</u>	<u>3</u>

No employee received emoluments of more than £60,000 during the year.

New Cumnock Development Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

8 Independent examiner's remuneration

	2022 £	2021 £
Examination of the financial statements	<u>698</u>	<u>774</u>

New Cumnock Development Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

9 Taxation

The charity is a registered charity and is therefore exempt from taxation.

10 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 April 2021	155,856	2,537	158,393
Additions	<u>70,141</u>	<u>5,571</u>	<u>75,712</u>
At 31 March 2022	<u>225,997</u>	<u>8,108</u>	<u>234,105</u>
Depreciation			
At 1 April 2021	-	1,468	1,468
Charge for the year	<u>-</u>	<u>1,660</u>	<u>1,660</u>
At 31 March 2022	<u>-</u>	<u>3,128</u>	<u>3,128</u>
Net book value			
At 31 March 2022	<u>225,997</u>	<u>4,980</u>	<u>230,977</u>
At 31 March 2021	<u>155,856</u>	<u>1,069</u>	<u>156,925</u>

11 Debtors

	2022 £	2021 £
Other debtors	<u>53,094</u>	<u>49,234</u>

12 Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals	<u>12,032</u>	<u>35,072</u>

13 Funds

	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Balance at 31 March 2022 £
Unrestricted funds				
General	(12,334)	(3,639)	2,626	(13,347)
Restricted funds	<u>(584,536)</u>	<u>(414,959)</u>	<u>167,981</u>	<u>(831,514)</u>
Total funds	<u>(596,870)</u>	<u>(418,598)</u>	<u>170,607</u>	<u>(844,861)</u>

New Cumnock Development Trust

Notes to the Financial Statements for the Year Ended 31 March 2022

	Balance at 1 April 2020 £	Incoming resources £	Resources expended £	Balance at 31 March 2021 £
Unrestricted funds				
General	(2,079)	(10,834)	579	(12,334)
Restricted funds	<u>(324,386)</u>	<u>(428,233)</u>	<u>168,083</u>	<u>(584,536)</u>
Total funds	<u><u>(326,465)</u></u>	<u><u>(439,067)</u></u>	<u><u>168,662</u></u>	<u><u>(596,870)</u></u>

14 Analysis of net assets between funds

	Unrestricted funds		Restricted funds £	Total funds £
	General £			
Tangible fixed assets	-		230,977	230,977
Current assets	13,710		612,206	625,916
Current liabilities	-		<u>(1,820)</u>	<u>(1,820)</u>
Total net assets	<u>13,710</u>		<u>841,363</u>	<u>855,073</u>