

Argyll and Bute Council Charitable Trusts

SC025066 - Ten Trusts

Annual Report and Financial Statements

2013-2014

For the Year ended 31 March 2014

**Miss Annie McLean Trust
Mackinnon Ledingham Bequest
Catherine McCaig Memorial Fund
Fleming Bequest
J M Hall's Bequest
D A Greenlee's Trust
John Paterson's Trust
Library Endowment Fund
Mrs Mellor's Bequest
Mrs E MacDonald**

Scottish Charity Number SC025066

Argyll and Bute Council Charitable Trusts

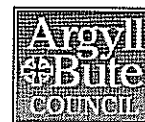
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Argyll and Bute Council Charitable Trusts

Trustees' Annual Report – For the Year ended 31 March 2014



The Trustees present their annual report together with the financial statements and the Independent Auditor's report for the year ended 31 March 2014.

REFERENCE AND ADMINISTRATION INFORMATION

Charity Name:	SC025066 - 10 Trusts
Charity Number:	SC025066
Principal Office:	Argyll and Bute Council Kilmory Lochgilphead Argyll PA31 8RT
Current Trustees:	Councillor Len Scoullar Councillor Douglas Philand Councillor Dick Walsh Councillor Isobel Strong Councillor Ellen Morton Councillor Roddy McCuish Councillor James Robb Councillor Aileen Morton Councillor Alex McNaughton Councillor Alexander Taylor Councillor Alistair MacDougall Councillor Anne Horn Councillor Bruce Marshall Councillor David Kinniburgh Councillor Donald Kelly Councillor Donald Macmillan Councillor Duncan MacIntyre Councillor Elaine Robertson Councillor Gary Mulvaney Councillor George Freeman Councillor Iain MacDonald Councillor James McQueen Councillor John McAlpine Councillor John Semple Councillor Louise Glen-Lee Councillor Mary Jean Devon Councillor Maurice Corry Councillor Michael Breslin Councillor Richard Trail Councillor Robert Graham MacIntyre Councillor Robert Macintyre



Current Trustees continued:	Councillor Robin Currie Councillor Rory Colville Councillor Vivien Dance Councillor William Blair
Other Trustees who served during the year:	Councillor Frederick Hall (Resigned 16/03/14)
Honorary Secretary:	Douglas Hendry Director of Customer Services Argyll and Bute Council
Honorary Treasurer:	Bruce West, FCCA Head of Strategic Finance Argyll and Bute Council
Independent Auditor:	Fiona Mitchell-Knight Assistant Director, Audit Services Audit Scotland 4 th Floor, 8 Nelson Mandela Place Glasgow G2 1BT

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Documents

David Andrew Greenlees Trust – Will of the late D A Greenlees directed by the Supreme Court of New South Wales, to be paid to the Town Council to be administered by them for the Poor of Campbeltown and the Workhouse Hospital there.

James H Hall Bequest – Bequest to provide coals for the poor resident in the Burgh of Campbeltown.

John Paterson Bequest – Bequest for benefit of the inmates of Witchburn House, Campbeltown.

Library Endowment Fund - Bequest for the upkeep of reading room in Campbeltown.

Fleming Bequest – Bequest by Alexander Fleming of Oatfield for behoof of necessitous cases amongst the families of residents in the Kintyre District receiving treatment under the County Tuberculosis Scheme.

Miss Annie McLean's Trust - Bequest to be distributed for the relief of the poor in Lochgilphead.

Mrs Mellor's Bequest – Bequest to provide annuities 'of not less than £10 and not more than £15 for respectable and well deserving widows without children and worthy of assistance'.

Catherine McCaig Memorial Fund – For the purchase of coals for distribution among the poor of Oban.

Mrs E MacDonald - Bequest of £100 to be expended in the purchase of coal for the poor of Oban.

MacKinnon Ledingham Bequest – Bequest to Parish member provides list of deserving recipients who each receive £10. For the relief of aged persons in the Ross of Mull.



Appointment of Trustees

The trustees of the charities are the elected members (councillors) of Argyll and Bute Council. Trustees are appointed through their election to Argyll and Bute Council.

Organisational Structure

The trustees (as the elected members of the council) meet once a year at the AGM to consider and approve the annual report and financial statements and any other business such as future plans and the reorganisation of trust funds. The trustees delegate the day to day administration of the charities to officers of the Council. The Council has established a range of committees with delegated powers to allow it to discharge its business effectively. This includes the management of charities. The Council has an approved constitution that governs the conduct of business by the Council and covers standing orders for meetings, a scheme of administration and delegation, financial and security regulations, contract standing orders and an ethical framework.

Related Parties

Trustees hold this position because they are elected members of Argyll and Bute Council. Argyll and Bute Council provides administration services to the Trust.

Risk Management

The Head of Strategic Finance of Argyll and Bute Council has taken the steps required by trustees to consider the major risks to which the charity is exposed, in particular those related to its operation and finance, and to be satisfied that the systems are in place to mitigate the exposure to the major risks.

Management of Funds and Investment Policy

The Trustees rely upon the expertise of Argyll and Bute Council to manage the investments to ensure the maximum return at least risk to the charity. In this way, the income stream for the future benefit of the charity is protected.

The funds of the charity are deposited with Argyll and Bute Council. There is an investment of £71 in a UK Government bond (see note 8). For the balance of the funds the charity receives interest at the average market rate for the Council's borrowing. The interest received from Argyll and Bute Council is shown in the Statement of Receipts and Payments.

OBJECTIVES AND ACTIVITIES

Miss Annie McLean's Trust. Relief of the poor in Lochgilphead

MacKinnon Ledingham's Bequest. Relief of aged person in Ross of Mull - £10 annually to deserving recipients.

Catherine McCaig's Memorial Fund. Purchase of coals for distribution among poor of Oban.

Fleming Bequest. Benefit of necessitous cases amongst the families of residents in the Kintyre District receiving treatment under the County Tuberculosis Scheme.

J M Halls Bequest. Coals for the poor resident in the Burgh of Campbeltown.

D A Greenlees Trust. For the poor of Campbeltown and the workhouse hospital there.

John Paterson's Trust. Benefit of the inmates of Witchburn House, Campbeltown.

Library Endowment fund. For the upkeep of the reading room in Campbeltown Library.

Mrs Mellor's Bequest. Providing annuities of not less than £10 and not more than £15 for respectable and well deserving widows without children and worthy of assistance.

Mrs E MacDonald. Coals for the poor of Oban.

ACHIEVEMENTS AND PERFORMANCE

In the year to 31 March 2014, there were 22 grants to the value of £220 made from the MacKinnon Ledingham Bequest and none made from any of the other 9 Trusts.

FINANCIAL REVIEW

Overview

Apart from the MacKinnon Ledingham Bequest the other 9 trusts are dormant. Income during 2013/14 came from interest from deposits with Argyll and Bute Council of £676 (2013/14: £756) and Local Government bond interest of £15 (2013/14: £21). The trust held cash and bank of £191,271 as at 31 March 2014 (2013: £190,800) and Local Government bonds of £1,550 (2013: £1,550).

Reserves Policy

The unrestricted free reserves at the financial year-end were £168,532 (2013: £170,553). This includes cash and bank only repayable on demand. The Trust has no explicit reserves policy, but the "capital" of the fund (as identified from the governing documents or available evidence) is held effectively as a permanent endowment, with only the annual income available for disbursement in the year via the unrestricted reserve. The unrestricted reserves are available for the objects of the trust.

FUTURE PLANS

Argyll and Bute Council are continuing to conduct a review of all its charitable trusts with a view to gaining approval from OSCR to reorganise under Section 39-45 of the Charities and Trustees Investment (Scotland) Act 2005 and the 2007 Regulations.



CONCLUSION


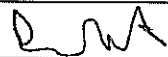
The charity made 22 grants during the year.

From 2013-2014 an audit is required to be carried out by the appointed auditor of Argyll and Bute Council in accordance with the requirements of the Local Government (Scotland) Act 1973.

The appointed auditor of Argyll and Bute Council is Audit Scotland and the Trustees would like to thank them for undertaking this task.

DECLARATION

Approved and authorised for issue by the trustees on 25th September 2014 and signed on their behalf by:

Signature(s):		
Full names(s):	DICK WALSH	Bruce West
Position:	Trustee	Honorary Treasurer
Date:	25/09/14	25/09/14

Argyll and Bute Council Charitable Trusts

Independent Auditor's Report



Independent auditor's report to the trustees of the Argyll and Bute Council Charitable Trusts and the Accounts Commission for Scotland

I have audited the financial statements of Argyll and Bute Council Charitable Trusts for the year ended 31 March 2014 under Part VII of the Local Government (Scotland) Act 1973 and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005. The financial statements comprise the receipts and payments account, statement of balances, and the related notes. The financial reporting framework that has been applied in their preparation is a receipts and payments basis.

This report is made solely to the parties to whom it is addressed in accordance with Part VII of the Local Government (Scotland) Act 1973 and for no other purpose. In accordance with paragraph 125 of the Code of Audit Practice approved by the Accounts Commission for Scotland, I do not undertake to have responsibilities to members or officers, in their individual capacities, or to third parties.

Respective responsibilities of the trustees and auditor

The trustees are responsible for the preparation of the financial statements which properly present the receipts and payments of the charity. My 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) as required by the Code of Audit Practice approved by the Accounts Commission for Scotland. Those standards require me to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts or 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 charity'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, I read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by me in the course of performing the audit. If I become aware of any apparent material misstatements or inconsistencies I consider the implications for my report.

Opinion on financial statements

In my opinion the financial statements:

- properly present the receipts and payments of the charity for the year ended 31 March 2014 and its statement of balances at that date; and
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005, and regulations 9(1), (2) and (3) of The Charities Accounts (Scotland) Regulations 2006.

Argyll and Bute Council Charitable Trusts

Independent Auditor's Report



Other matter - unaudited comparative amounts

The financial statements for the year ended 31 March 2013 were not audited. The comparative amounts in the financial statements for the year ended 31 March 2014 are therefore unaudited.

Opinion on other prescribed matter

In my 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 I am required to report by exception

I am required by The Charity Accounts (Scotland) Regulations 2006 to report to you if, in my opinion:

- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- I have not received all the information and explanations I require for my audit.

I have nothing to report in respect of these matters.

A handwritten signature in black ink that reads 'Fiona Mitchell-Knight'.

Fiona Mitchell-Knight
Assistant Director, Audit Services
Audit Scotland
4th Floor, The Athenaeum Building
8 Nelson Mandela Place, Glasgow, G2 1BT

30 September 2014

Fiona Mitchell-Knight is eligible to act as an auditor in terms of Part VII of the Local Government (Scotland) Act 1973.

Argyll and Bute Council Charitable Trusts

Statement of Receipts and Payments – For the Year ended March 2014



	<i>Note</i>	Unrestricted Funds £	Permanent Endowment Funds £	Total Funds 2014 £	Total Funds 2013 £
RECEIPTS					
Income from investments other than land and buildings	4	691	-	691	777
Total Receipts		691	-	691	777
PAYMENTS					
Charitable Activities - Grants and donations	5	220	-	220	240
Total Payments		220	-	220	240
Surplus / (Deficit) for Year		471	-	471	537

All income in 2014 and 2013 relates to unrestricted funds.

The notes on page 11 - 12 form an integral part of these accounts.

Argyll and Bute Council Charitable Trusts
Statement of Balances as at 31 March 2014

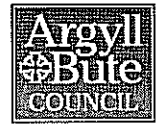


	Note	Unrestricted Funds £	Permanent Endowment Funds £	Total Funds 2014 £	Unrestricted Funds £	Permanent Endowment Funds £	Total Funds 2013 £
Cash and Bank Balances	6						
Opening Balances		168,532	23,818	192,350	170,016	21,797	191,813
Surplus for year		471	-	471	537	-	537
Closing Balances		169,003	23,818	192,821	170,553	21,797	192,350
Investments	8						
Market Value		1,550	-	1,550	1,550	-	1,550
Cost		1,550	-	1,550	1,550	-	1,550

The notes on page 11 -12 form an integral part of these accounts.

Approved and authorised for issue by the trustees on 25th September 2014 and signed on their behalf by:

Signature(s):		
Full names(s):	DICK WALSH	Bruce West
Position:	Trustee	Honorary Treasurer
Date:	25/09/14	25/09/14



1. Basis of Accounting

These accounts have been prepared on the Receipts and Payments basis in accordance with the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

2. Fund Accounting

- (a) Unrestricted funds are those that may be used at the discretion of the trustees in furtherance of the objects of the charity.
- (b) Permanent endowment funds are those that the original capital cannot be spent as income and must remain in the form of investments. Any income return generated by the invested endowment may be spent on the activities of the trust.

3. Taxation

The charity is not liable to income or capital gains tax on its charitable activities. Irrecoverable VAT is included in the expense to which it relates.

4. Trustee Remuneration, Expenses and Related Party Transactions

- (a) No remuneration or expenses were paid to charity trustees or persons connected to a trustee during the year (2013: Nil).
- (b) The trust received interest of £676 (2012/13 £756) from deposits with Argyll and Bute Council and also local bond interest of £15 (2012/13: £21). All transactions incoming and outgoing are made via the Council's accounts.
- (c) There were no other transactions between the charity and any trustee or any connected person during the year (2013: Nil).

5. Grants

In the year to 31 March 2014, there were 22 grants made from the MacKinnon Ledingham Bequest.

6. Cash and Bank Balances

During the year the trust balances were held by Argyll and Bute Council, which manages the administration of the funds on behalf of the Trustees. No costs were incurred by the trust for this administration. The Council also acts as the banker for the charity and, as detailed above, all transactions incoming and outgoing are made via the Council's accounts. The balances are repayable on demand. Interest is payable on balances.

7. Changes to the Accounts

The comparative figures in the Statement of Balances have been restated to distinguish endowment funds separately.



8. Investments

The charity holds two three-year fixed term deposits: Miss Annie McLean's Trust holds a three-year fixed deposit £550 from Argyll and Bute Council repayable on 31st March 2016. The interest rate is 0.90%. The John Paterson Trust a three-year fixed deposit £1,000 from Argyll and Bute Council repayable on 30th September 2015. The Interest rate is 1.02%. This is a continuation of historic practice.

