

Charity Number: SC040945
Company Number: SC354435
(Scotland)

Blackhill Windfarm Community Fund Limited
Report of the Directors and Unaudited Financial Statements
For the Year Ended 31st March 2017



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For the year ended 31st March 2017

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Blackhill Windfarm Community Fund Limited
Report of the Directors
For the year ended 31st March 2017

The Directors have pleasure in presenting their report and the financial statements for the charitable company for the year ended 31st March 2017. The Directors 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 the Republic of Ireland (FRS 102) (effective January 2015).

REFERENCE AND ADMINISTRATIVE INFORMATION

Charity Registration Number	SC040945
Company Registration Number	SC354435
Principle Address	Clockmill Cottage DUNS Berwickshire TD11 3QH
Directors	Mark Rowley Keith Dickinson James Robson Rev Stephen Blakey David Seed (Appointed: 11 th May 2016) Stuart Renton (Appointed: 22 nd February 2017) Derek Janes (Appointed: 22 nd February 2017) Tim Myer (Appointed: 15 th February 2017) Rachel Laura Anderson (resigned 11 th August 2016) David Renton (resigned: 22 nd February 2017)
Secretary	David Seed
Independent Examiners	Michael Doyle MAAT Doyle Accountancy Ltd 20 Trinity Park DUNS Scottish Borders TD11 3HN
Bankers	Tridos Bank Deanery Road BRISTOL BS1 5AS

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Report of the Directors (continued)
For the year ended 31st March 2017

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The company is limited by guarantee and governed by its Memorandum of Association, Articles of Association and Grant Funding Agreement dated 30th September 2009. It is registered as a charity with the Office of the Scottish Charity Regulator. Each of the four Founding Members (Abbey St Bathans, Bonkyl and Preston Community Council - Duns Community Council - Gavinton, Fogo and Polworth Community Council - Lammermuir Community Council) has agreed to contribute £1 in the event of the company winding up.

Appointment of Directors

Whilst they remain a member of the company each founder may at any time, by notice in writing to the Secretary, remove any director appointed by them and appoint any other person as a director. The community council directors have the power to appoint up to 4 additional directors to the board, to provide skills and expertise which are not provided in full by the community council directors. Such directors must resign immediately prior to the subsequent AGM but may be reappointed at that AGM.

At the year end, the directors representing each of the Members were as follows: -

Stuart Renton	- appointed by Duns Community Council
Mark Rowley	- appointed by Lammermuir Community Council
James Robson	- appointed by Abbey St Bathans, Bonkyl & Preston Community Council
Keith Dickinson	- appointed by Gavinton, Fogo & Polworth Community Council

In addition, David Seed, Derek Janes, Tim Myer and The Rev Stephen Blakey are independent.

Blackhill Windfarm Limited is represented by Calum Whiteford (not appointed as a director).

Director induction and training

The directors work within the guidelines of the Memorandum of Association, Articles of Association, and Grant Funding Agreement and there is induction guidance to these documents in place.

Organisation

The board meets quarterly to discuss grant awards and the running of the company.

Risk Management

The directors have a risk management strategy in place, which comprises: -

- Discussion of non-financial risks at all board meetings.
- Establishment of systems and procedures to mitigate and manage identified risks.

Blackhill Windfarm Community Fund Limited
Report of the Directors (continued)
For the year ended 31st March 2017

OBJECTIVES AND ACTIVITIES

A summary of the objectives of the company can be described as :-

1. The advancement of community development by providing funding for the regeneration, maintenance and improvement of the physical, social and economic infrastructure of the Blackhill community, including the provision of social, recreational, health, educational, cultural and environmental facilities within the Blackhill community, taking into consideration the availability of alternative funding with a preference for funds to be used as additional rather than alternative funding, and generally to do all such things as shall further these objectives.
2. The Grant Funding Agreement with Black Hill Wind Farm Limited puts the objectives more simply:
 - a. Environmental sustainability
 - b. Energy efficiency and conservation
 - c. Social sustainability

ACHIEVEMENTS AND PERFORMANCE

Performance

Once again, the Directors of the Blackhill Windfarm Community Fund have taken a proactive involvement in contributing funding to sustainable projects in the Blackhill area. We have supported 16 applications (2016: 12 applications) over the last 12 months and injected some £31,364 (2016: £24,913) into the local economy. In challenging times, funding from all sources is key to supporting local groups and we believe that not only does our funding provide support, the availability of our funding also brings in other sources of financial support. Our aim is always to proactively fund projects or initiatives that have a positive long-term effect on our communities and we feel that with no exceptions, that aim has been achieved this year.

Plans for future periods

We have identified areas in our approach that need to be strengthened and changed. We will continue to attempt to keep our number of Directors at, or near, the maximum of 8.

FINANCIAL REVIEW

At the end of the 12 month period there was a surplus of £3,866 (2016: surplus £10,328), leaving unrestricted reserves of £17,891 to be carried forward to future years.

Principle funding sources

The only funding source for the period under review was grant funding from Black Hill Wind Farm Limited and amounted to £36,698 (2016: £36,656). It is expected that income at this level will be received for the foreseeable future.

Investment Policy

Under the Memorandum and Articles of Association, the charity has the power to invest funds not immediately required for the purposes of the charity's activities in such investments and securities (including land in any part of the world) and that in such manner as may from time to

Blackhill Windfarm Community Fund Limited
Report of the Directors (continued)
For the year ended 31st March 2017

time be considered advantageous (subject to compliance with any applicable legal requirement) and to dispose of and vary such investments and securities.

Reserves Policy

Funds held by the charity are all unrestricted. The unrestricted funds can be used in accordance with the charitable objectives of the company at the discretion of the Directors. Cash reserves are reviewed on a regular basis and are held at such a level to ensure ongoing financial stability and operation of the charity. The actual free reserves held at 31st March 2017 were £17,891 (2016: £14,025).

Statement of Directors' Responsibilities

The directors, who are also trustees of Blackhill Windfarm Community Fund Limited for the purpose of charity law, are responsible for preparing the directors' report and the financial statements in accordance with the applicable law and United Kingdom Accounting Standards (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 the affairs of the charitable company and of the incoming 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 business.

The directors are responsible for keeping proper accounting records that 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 (as amended). They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In common with many other businesses of our size and nature we use our independent examiners to assist with the preparation of the financial statements.

This report has been prepared in accordance with the special provisions relating to companies' subject to the small companies' regime within Part 15 of the Companies Act 2006.

Approved by the Board and signed on its behalf by:-



.....
David Seed
Secretary
16th August 2017

Blackhill Windfarm Community Fund Limited
Independent Examiners Report to the Directors
For the year ended 31st March 2017

I report on the accounts of the charitable company for the year ended 31st March 2017, which comprise the Statement of Financial Activities, the Balance Sheet and the related notes.

Respective responsibilities of trustees and examiner

The charitable company's directors are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charitable company's directors consider that the audit requirement of Regulation 10(1) (a) to (c) of the 2006 Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination is carried out in accordance with Regulation 11 of the 2006 Accounts Regulations. An examination includes a review of the accounting records kept by the charitable company and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the directors concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

In the course of my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that, in any material respect, the requirements:

- to keep accounting records in accordance with Section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations
- to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 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.



Michael Doyle MAAT

Doyle Accountancy Ltd
20 Trinity Park
DUNS
Scottish Borders
TD11 3HN

16th August 2017

Blackhill Windfarm Community Fund Limited
Statement of Financial Activities (including Income & Expenditure Account)
For the year ended 31st March 2017

	Notes	Unrestricted Funds	2016
Income and endowments from:			
Grant Income	2	36,698	36,656
Investments	3	15	10
Total		<u>36,713</u>	<u>36,666</u>
Expenditure on:			
Charitable activities	4/5	(32,847)	(26,338)
Total		<u>(32,847)</u>	<u>(26,338)</u>
Net income/expenditure		3,866	10,328
Reconciliation of funds			
Total funds brought forward		14,025	3,697
Total funds carried forward		<u>17,891</u>	<u>14,025</u>

Blackhill Windfarm Community Fund Limited
Statement of Financial Position
As at 31st March 2017

	Notes	2017	2016
Current Assets			
Cash at bank and in hand		21,691	14,838
Debtors	9	-	3,600
		<u>21,691</u>	<u>18,438</u>
Creditors: Amounts falling due within one year	10	(3,800)	(4,413)
Net current assets		<u>17,891</u>	<u>14,025</u>
Total assets less current liabilities		<u>17,891</u>	<u>14,025</u>
Net Assets		<u>17,891</u>	<u>14,025</u>
The funds of the charity			
Unrestricted income funds	11	17,891	14,025
Total Funds		<u>17,891</u>	<u>14,025</u>

For the year ended 31 March 2017 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476,

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.

These financial statements were approved and authorised for issue by the Board and signed on its behalf by:-



.....
David Seed
Director

16th August 2017

Blackhill Windfarm Community Fund Limited
Notes to the Financial Statements
For the year ended 31st March 2017

1. Accounting Policies

Basis of Accounting

The financial statements have been prepared under the historical cost convention, except for investments which are included at market value and the revaluation of certain fixed assets and 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 1st January 2015)' Financial Reporting Standard 102 the Financial Reporting standard applicable in the UK and Republic of Ireland (FRS 102), and the Companies Act 2006.

Blackhill Windfarm Community Fund Limited 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 note(s).

Cash Flow Statement

The Directors have taken advantage of the exemption in SORP FRS 102 from including a cash flow statement in the financial statements on the grounds that the charitable company is small.

Funds

Unrestricted funds are funds that can be used in accordance with the objectives of the charity at the discretion of the directors. Designated funds are unrestricted funds set aside by the directors for specific future purposes or projects.

Restricted funds are funds that can only be used for particular restricted purposes within the objectives of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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:

Resources Expended

Expenditure is recognised on an accrual basis as a liability is incurred.

- Costs of generating funds are those costs incurred in attracting voluntary income and the costs incurred in trading activities that raise funds.
- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services to beneficiaries. It includes both the direct and indirect costs necessary to support these activities.
- Grants payable are recognised as expenditure once applications are approved by the trustees at trustee meetings.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

Blackhill Windfarm Community Fund Limited
Notes to the Financial Statements (continued)
For the year ended 31st March 2017

Tangible Fixed Assets

Tangible fixed assets, other than freehold land, are stated at cost or valuation less depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

- Computer equipment – 33% Straight Line

Irrecoverable VAT

Irrecoverable VAT is included in the Statement of Financial Activities, and is reported as part of the expenditure to which it relates.

Taxation

As a charity, the company is exempt from tax on income and gains arising on its charitable activities. No tax charges have arisen in the company.

Directors' Remuneration & Related Party Transactions

No Members of the board of directors received any remuneration during the year (2016: Nil). No expenses were paid in respect of members of the board of directors in either the current or preceding year.

No director or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year (2016: Nil).

2. Income from donations and legacies

	2017	2016
Unrestricted Funds		
Grants received	36,698	36,656
	<u>36,698</u>	<u>36,656</u>

Analysis of grants received

	2017	2016
Black Hill Wind Farm Limited	36,698	36,656
	<u>36,698</u>	<u>36,656</u>

Blackhill Windfarm Community Fund Limited
Notes to the Financial Statements (continued)
For the year ended 31st March 2017

3. Investment Income

	2017	2016
Unrestricted Funds		
UK bank interest receivable	15	10
	<u>15</u>	<u>10</u>

4. Costs of charitable activities by fund type

	2017	2016
Unrestricted Funds		
Grant Making	31,364	24,913
Support Costs	1,483	1,425
	<u>32,847</u>	<u>26,338</u>

5. Costs of charitable activities by activity type

	Grant funding activities	Support costs	2017	2016
Grant Making	31,364	1,483	32,847	26,338

6. Analysis of grants

	2017
ABPCC	2,264.00
CONNECT	1,000.00
Borders Water Rescue Team	2,010.00
Pause for Thought	1,200.00
Coming Up For Air	5,289.60
The Learning Space	1,550.00
RHET	702.97
Berwickshire High School	5,000.00
Duns Scotus 2016 Group	3,500.00
SOC Borders	960.00
Berwickshire Agricultural Association	1,370.00
The Learning Space	1,241.67
M-Pulsive Parents	900.00
Sunrise Nursery	1,025.75
Duns FC	2,350.00
Chain Bridge Music Trust	1,000.00
	<u>31,363.99</u>

Blackhill Windfarm Community Fund Limited
Notes to the Financial Statements (continued)
For the year ended 31st March 2017

7. Analysis of support costs

	2017	2016
Grant Making		
Administration Costs	933	893
IT	97	80
Bank Charges	3	2
Independent Examiners Fee	450	450
	<u>1,483</u>	<u>1,425</u>

8. Tangible Fixed Assets

	Computer Equipment
Cost or Valuation	
As at 1 st April 2016	<u>339</u>
As at 31 st March 2017	<u>339</u>
Depreciation	
As at 1 st April 2016	<u>339</u>
As at 31 st March 2017	<u>339</u>
Net Book Value	
As at 1 st April 2016	<u>-</u>
As at 31 st March 2017	<u>-</u>

9. Debtors

	2017	2016
Amounts due within one year:		
Other debtors	-	3,600
	<u>-</u>	<u>3,600</u>

Other debtors value for 2016 relates to the funds paid to Duns Summer Festival (£2,000 emergency loan) and Gavinton, Fogo & Polworth Community Council (£1,600) which were repaid during the course of the 2016/17 accounting year.

Blackhill Windfarm Community Fund Limited
Notes to the Financial Statements (continued)
For the year ended 31st March 2017

10. Creditors: Amounts falling due within one year

	2017	2016
Other creditors	3,350	3,963
Accruals and deferred income	450	450
	3,800	4,413

Other creditors relate to grants awarded but not yet paid at the end of the accounting period.

11. Movement in Funds

	Balance at 01/04/2016	Incoming Resources	Outgoing Resources	Balance at 31/03/2017
Unrestricted Funds	14,025	36,713	(32,847)	17,891

Unrestricted income is income received to be used at the discretion of the directors to fund any activity which is in furtherance of Blackhill Windfarm Community Fund Limited's objectives.

12. Analysis of net assets between funds

	Tangible Fixed Assets	Net Current Assets / (Liabilities)	Net Assets
Unrestricted Funds	-	17,891	17,891

13. Company Limited by Guarantee

Blackhill Windfarm Community Fund Limited is a company limited by guarantee and accordingly does not have a share capital.

Blackhill Windfarm Community Fund Limited
Detailed Statement of Financial Activities
For the year ended 31st March 2017

	2017	2016
INCOME AND ENDOWMENT		
Donations and legacies		
Grants receivable	36,698	36,656
	<u>36,698</u>	<u>36,656</u>
Investments		
Bank interest receivable	15	10
	<u>15</u>	<u>10</u>
Total incoming resources	<u>36,713</u>	<u>36,666</u>
EXPENDITURE		
Charitable activities		
Cost of grant funded charitable activity	(31,364)	(24,913)
	<u>(31,364)</u>	<u>(24,913)</u>
SUPPORT COSTS		
Administration Costs	(933)	(893)
IT / Website	(97)	(80)
Bank Charges	(3)	(2)
Independent Examiners Fee	(450)	(450)
	<u>(1,483)</u>	<u>(1,425)</u>
Total resources expended	<u>(32,847)</u>	<u>(26,338)</u>
NET Income	<u>3,866</u>	<u>10,328</u>