

REGISTERED CHARITY NUMBER: SC041085

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2022
FOR
THE LANGHOLM INITIATIVE**

THE LANGHOLM INITIATIVE

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THE LANGHOLM INITIATIVE
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022

The trustees present their report with the financial statements of the charity for the year ended 31st March 2022. 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Under its Constitution the Charity's purposes are:

To benefit the communities of Langholm and the surrounding area through the advancement of education : citizen and community development : environmental protection and improvement : arts, heritage, culture, and science : provision of recreational facilities.

In pursuit of these objectives the charity has delivered a number of projects including Textiles Eskdale; Digital Skills; Welcome to Langholm Community Information Hub; Wild Eskdale, a feasibility study for the development of a Townfoot Sports Centre, and the Community Buy-out of Langholm Moor. These projects are fully described in the Achievement and Performance section of this report. The project staff are grateful to the funders, partners and participants that enabled the work to take place.

THE LANGHOLM INITIATIVE
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022

STRATEGIC REPORT

Achievement and performance

Charitable activities

By the end of March 2022, The Langholm Initiative had seen major changes within the past financial year. As like the rest of the country, post pandemic, we were all learning to adjust and adapt. We were delighted to welcome on board four new members of staff who would help develop the newly formed Tarras Valley Nature Reserve, after the successful Moorland buyout. It was a challenging, and a very busy year with all the ongoing projects, but one that the Trustees, Volunteers and members of staff met with great excitement and enthusiasm.

Townfoot Sports Centre Redevelopment

Following completion of the initial design feasibility study in March 2021 the viability of the project has been reviewed and re-assessed. The review is primarily due to the higher-than-expected capital expenditure and the uncertainty around receiving planning consent because of flood plain risk issues. During the reporting period the working group has scaled down the project with the production of further facility design sketches with the aim of reducing the redevelopment capital expenditure forecast. Work continues to develop an economically sustainable business plan prior to applying for planning consent.

Langholm Information Hub

The Information Hub re-opened for business on the 28th of April 2021, operating within the Covid guidelines ruling at the time. From then until the end of March 2022, 1,099 visitors were recorded. This is a considerable drop from pre-Covid and almost all were domestic, UK travellers.

Regular volunteer numbers remained steady at around 22/23, with four on the standby list.

The visitor season consists of three parts: Spring, up to end of May, High Season - June until the end of September and Autumn/Winter, until December 23rd/24th. The Hub then closes for approximately two months (depending on the circumstances).

The Hub operates six days a week - Monday to Saturday. It operates a shift system of two hours per volunteer - 11am until 1pm during the low season and 10am until 2pm during the peak period. Pre-Covid this extended from 10am until 4pm.

Throughout 2021 the Hub ran a series of art exhibitions, mainly displaying the work of local artists and from which it derived a modest income.

Textiles Eskdale

As Covid restrictions allowed, the Textiles Eskdale project continued to deliver positive benefits for the community.

Online sessions such as "Knit a Bunnet" with Emma McLellan and the Engineering Development Trust STEM project with students from Langholm Academy were very well attended.

The "In Stitches" group continued to thrive, with numbers of regular attendees doubling from the usual six to twelve. Each person worked on a different creative project, often using the redundant tweed from Reid & Taylor and other local materials, as well as the locally generated textile waste and the surplus quilted lining donated by Alpha Solway.

During a pause in restrictions, filming took place with Justin Thomas of D&G Developing the Young Workforce, to share with students across the region to demonstrate that revival of Scottish Textile. Local businesses featured were Drove Weavers, Elliott's Shed, Yarns to Yearn For and Rose's Wardrobe.

Interviews were recorded with former Mill workers as part of the "Langholm Made" project, in partnership with Upland and Outpost Arts. The resulting booklets, a valuable archive for the industry, were distributed to all participants and are available for reference in local libraries

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When project manager Judith Johnson retired at the end of August 2021, the project was taken forward with the establishment of a new Community Interest Company "Creation Mill". Emma and Leanne Duncan of "Rose's Wardrobe" had played a key role in the delivery of TEXTILES ESKDALE and were keen to carry on and develop the work started by the project. The CIC was established in November 2021, with Judith as a non-executive director, and quickly attracted grant funding from a variety of sources. The network of existing partners, including DYWD&G and Langholm Academy cluster were delighted to see a continuation of a project which adds so much value to the community, with classes, workshops, and inspiration for people of all ages.

Digital Skills Project

Long-time member of staff Jason Railton gave notice that he would be taking up a new post with SCVO towards the end of April '21. Jason joined LI as a volunteer, progressed to become an assistant project manager, then a project leader responsible for Digital Skills. However, he also managed the organisation's website, social media platform, the LI membership list, and its Newsletter. Having notified the sponsors of his project of his impending move, he negotiated its suspension while a successor was found. He was proactive in helping the Board recruit that person, providing them with a job description template. He also agreed to serve on the interviewing panel once candidates for the post had been short listed.

A recruit was found and took up post in August '21.

The project continues to run along similar lines to formerly. Though the responsibility for producing the Newsletter, managing the website, the social media platform and the membership list has been redistributed to other members of staff, Board members and volunteers.

Following a request from the new DS manager, an internet connection was established in Welcome to Langholm - once the tourist office closed for the day. This was to enable him to mentor clients free of distractions.

Ten laptops were acquired via Connecting Scotland, for distribution to Langholm Academy pupils deemed to be in need.

Subject to receipt of appropriate funding the Board will consider continuation of the project beyond August 2022.

Tarras Valley Nature Reserve

With the first community purchase completed in March 21, the next priority was to recruit the staff team to take forward the development of the Nature Reserve. With the support of the Esmee Fairburn foundation as estate manager, Jenny Barlow, was recruited whilst SOSE support allowed for the recruitment of a development manager, Angela Williams. Both started in early July and were followed by Kat Mayer who was recruited to run the Inspiring Engagement with Nature programme, supported by the Holywood Trust and Ewe Hill 16 community benefit funds. A private donor also allowed us to recruit a Digital Media Manager and Stuart Spray started with us in December.

One of the first priorities for the team was to secure the £2.2m to purchase the 5,300 acres of the Northern estate. A private donor, donated £500k to kickstart the fundraising effort. A bid was submitted to the Scottish Land Fund for a further £1m and in December a further Crowdfunder was launched with an initial aim of £100k. By the end of March 2022, the Crowdfunder has surpassed its target and the bid to SLF was successful and discussions were in place with other funders. The team attended regular community events to keep the local community aware of what was happening, and we worked closely with Richard Bunting, who undertakes all PR work on the buyout on a voluntary basis.

In parallel to the fundraising, the day-to-day management of the reserve continued with activities including property management, working with our tenants, looking after stock, leases, track maintenance, land, and woodland management, sorting out wayleaves etc. Ecological surveys were undertaken to provide us with base line information.

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REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022

Our Inspiring Engagement with Nature officer developed a full programme of school's engagement which involved many children from the Langholm cluster visiting the reserve and undertaking other activities. A Facebook page for local people to join the new volunteer group was established with regular Friday sessions held to get local volunteers out on the reserve, removing old pheasant farming fencing, cutting down self-seeded Sitka spruce (which were sold on for Christmas trees to residents) and other activities.

In parallel, the team hosted many visits from students, other community organisations, academics and other interested parties and presentations were given to various local groups. We are pleased that by generating so much interest in Langholm we are making a small contribution to the economy of the town.

With the arrival of Stuart Spray, planning was started on the new website and promotional videos were produced. Work was started on the production of a new logo for TVNR.

Storm Arwen impacted the reserve, although thankfully with minimal damage to our properties. However, it did bring us problems bringing trees down near to private properties at Hall path. Much of early 2022 was taken up with dealing with the consequences of this. Limited access meant that negotiations had to take place with Nature Scot to allow us to bring in machinery over the SSSI, adding an extra level of complexity to an already difficult job. Felling started in March carrying on into the new financial year with plans in place to involve the residents in the replanting of the area.

Funding was secured for a Housing Needs survey to assist in the development of plans for the refurbishment of Cronksbank cottage and was undertaken by South of Scotland Community Housing with support from the staff team.

Alongside all this is the day-to-day administration of TVNR - budgets, insurance, accounts etc - all of which are essential to the ongoing management of the reserve.

Volunteers

Our volunteer numbers have remained at approximately the same level. Our Langholm Information Hub volunteers have contributed over 410 hours this year. The TVNR volunteers hours equate to over 265 hours. Time given to The Sports Centre Redevelopment Project was more than 280 hours.

The Trustees volunteer hours covering off board meetings and administrative duties equates to over 500.

We are extremely grateful to all our volunteers for their help and support which enabled The Langholm Initiative to take all these projects forward in 2021/2022.

Financial review

Financial position

An increase in unrestricted funds for the year of £9,539 (2021, increase £23,155) was recorded leaving net assets of £54,454 relating to unrestricted funds. All restricted funds are in surplus.

THE LANGHOLM INITIATIVE
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022

STRATEGIC REPORT

Financial review

Risk Management and Reserves policy

The Trustees exercise control of the Charity through regular meetings and the support of the administration staff, in order to mitigate exposure to the major risks. The Trustees consider that a general fund reserve of three months expenditure is a prudent level of reserves to enable the charity to deal with unforeseen problems.

Covid-19

Although the negative impact of Covid-19 reduced during the reporting period there remained periods when staff were furloughed and/or worked from home until the office gradually opened for business in August '21. At all times the Trustees ensured that government guidelines were adhered to and the appropriate risk assessment(s) was in place in order to support the safety and wellbeing of our staff and volunteers.

During periods of office closure regular fortnightly 'Zoom' meetings were held with staff to try and support their welfare, and keep them updated on news from the Trustees during furlough. Similarly, the Board were able to hold virtual monthly meetings via 'Zoom'.

Future plans

Langholm Initiative was created by the Community for the Community. In straitened economic times, the need for Langholm Initiative to provide support for the communities of Eskdale has increased as funding opportunities reduce. The important work that we as a Community Development Trust can realistically carry out for the Community is threatened by a reduction in available resources. We seek to position our organisation as a self-sustaining, income generating community support vehicle, able to operate in a way that will multiply opportunities and deliver greater benefits.

THE LANGHOLM INITIATIVE
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governance

As a Scottish Charitable Incorporated Organisation (SCIO) the Langholm Initiative has to abide by Scottish charitable law and report to the Office of the Scottish Charities Regulator (OSCR) annually. A SCIO is a legal form unique to Scotland and enables Langholm Initiative to enter into contracts, employ staff, incur debts, own property, sue and be sued.

Langholm Initiative undertook a review and reissued its business plan for the period 2022 ~ 2027 in March '22. The plan is considered to be a 'live' document is subject to an annual review of performance against targets and an update within the 5 year cycle; the next review and update to the plan (if so required) will be undertaken 1Q '23.

Policies and Procedures

As stated in the 2021 annual report Langholm Initiative undertook a review and update of its Human Resources (HR) policies and procedures in early 2021. The policies and procedures are consolidated within the employee handbook. The policies and procedures are subject to regular review and are updated to align with organisation activity.

The Trustees, recognise the importance of financial controls and reporting. The finance policies and procedures are provided within the Finance Procedures Manual and this ensures that the organisation manages its finances and resources effectively and all in accordance with regulatory requirements.

Recruitment and appointment of new trustees

The constitution states that the maximum number of trustees is 12, of which no more than 10 shall be Member Trustees and no more than 2 shall be Co-opted Trustees. Ordinary member trustees must form a majority of charity trustees in office. At each AGM the ordinary members may elect any member to be a member trustee . The board may at any time appoint any member to be a charity trustee. The board may also at any time appoint any non-member of the SCIO to be a charity trustee either on the basis that they have been nominated but a body with which the SCIO has close contact in the course of its activities or on the basis that they have specialised experience and/or skills which could be of assistance to the board.

Organisational structure

Responsibility for managing the charity lies with the Trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

SC041085

Registered office

Buccleuch Mill
Glenesk Road
Langholm
DG13 0ES

THE LANGHOLM INITIATIVE
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022

Trustees

Mrs M E Pool
Mrs S A Murray (resigned 9.6.22)
E D Lacey
Mrs E M Bloomer
J A P Hanrahan
D R Male (resigned 10.12.21)
J C Scott
Mrs S F Stuart (resigned 28.6.21)
K Cummings (appointed 5.4.21)
Mrs S Toon (appointed 7.5.21)

Auditors

Hogg & Thorburn
Chartered Accountants &
Statutory Auditor
Moat House
14 Gala Park
GALASHIELS
TD1 1EX

Solicitors

Harper MacLeod LLP
The Ca'd'oro
45 Gordon Street
Glasgow
G1 3PE

THE LANGHOLM INITIATIVE
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2022

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Applicable 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity 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 charity and to enable them to ensure that the financial statements comply with the applicable law. They are also responsible for safeguarding the assets of the charity 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 charity'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.

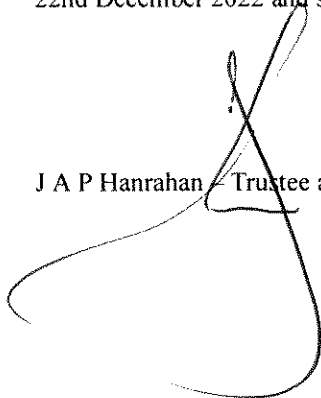
AUDITORS

The board must prepare annual accounts, complying with all relevant statutory requirements and if an audit is required under any statutory provisions (or if the board consider that an audit would be appropriate for some other reason), the board shall ensure that an audit of the accounts is carried out by a qualified auditor.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees on

22nd December 2022 and signed on the board's behalf by:

J A P Hanrahan / Trustee and Chair



REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE LANGHOLM INITIATIVE

Opinion

We have audited the financial statements of The Langholm Initiative (the 'charity') for the year ended 31st March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31st March 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

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 charity 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

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 this gives rise to a material misstatement in the financial statements themselves. 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.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE LANGHOLM INITIATIVE

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 charity has not kept 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees 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 charity'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 charity to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the charity through enquiry and inspection;

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE LANGHOLM INITIATIVE**

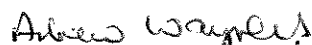
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.
- Performed analytical procedures to identify any unusual or unexpected transactions
- Considering the internal controls in place to mitigate risks of fraud

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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 charity's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Andrew Wayness
(Senior Statutory Auditor)
For and on behalf of
Hogg & Thorburn
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Chartered Accountants
Moat House
14 Gala Park
GALASHIELS
TD1 1EX

Date: 23.12.2022.....

THE LANGHOLM INITIATIVE

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2022**

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	30,363	836,082	866,445	4,170,199
Charitable activities					
Contract income		4,704	-	4,704	3,304
Project management		16,345	-	16,345	13,484
Wild Eskdale		-	-	-	995
Wild Eskdale Extras		-	-	-	4,173
Digital Skills		-	-	-	33,000
Covid-19 Supporting Communities Fund		-	49,851	49,851	34,005
Textiles Eskdale		-	1,473	1,473	15,368
HEFG		-	-	-	34,000
Inspiring Engagement in Nature		-	32,908	32,908	-
Rethink carbon		-	144,000	144,000	-
The kiosk		140	-	140	-
Tour O' the Moor		-	1,155	1,155	-
Wild Eskdale Tours		345	-	345	-
Tarras Valley Nature Reserve		-	80,269	80,269	-
Other trading activities	3	3,056	-	3,056	1,021
Investment income	4	<u>151</u>	<u>-</u>	<u>151</u>	<u>1,101</u>
Total		<u>55,104</u>	<u>1,145,738</u>	<u>1,200,842</u>	<u>4,310,650</u>
EXPENDITURE ON					
Raising funds	6	2,868	-	2,868	230
Charitable activities					
Contract income	7	1,212	-	1,212	1,229
Project management		34,856	-	34,856	49,428
Wild Eskdale		-	-	-	27,020
Langholm Information Hub		-	-	-	12
Driving Lessons		-	-	-	240
Wild Eskdale Extras		-	-	-	9
Sports Centre Feasibility Study		-	-	-	18,730
Weaving a Future for Eskdale		-	-	-	29
Moor Feasibility		-	-	-	14,407
Digital Skills		-	21,444	21,444	11,795
Covid-19 Supporting Communities Fund		-	51,381	51,381	32,475
Textiles Eskdale		-	15,947	15,947	6,637
Langholm moorland buy out		-	-	-	15,833
HEFG		-	-	-	34,334
Inspiring Engagement in Nature		-	21,527	21,527	-
Phase 2 Langholm moor buy out		-	44	44	-

The notes form part of these financial statements

THE LANGHOLM INITIATIVE
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
A Digital Journey of Landscape Restoration		-	25,718	25,718	-
Rethink carbon		-	6,600	6,600	-
The kiosk		216	-	216	-
Tour O' the Moor		-	697	697	-
Welcome to Langholm		43	-	43	-
Wild Eskdale Tours		195	-	195	-
Tarras Valley Nature Reserve		-	136,982	136,982	-
Other		<u>8,805</u>	<u>-</u>	<u>8,805</u>	<u>6,312</u>
Total		<u>48,195</u>	<u>280,340</u>	<u>328,535</u>	<u>218,720</u>
NET INCOME		6,909	865,398	872,307	4,091,930
Transfers between funds	19	<u>2,630</u>	<u>(2,630)</u>	<u>-</u>	<u>-</u>
Net movement in funds		9,539	862,768	872,307	4,091,930
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>44,915</u>	<u>4,155,943</u>	<u>4,200,858</u>	<u>108,928</u>
TOTAL FUNDS CARRIED FORWARD		<u>54,454</u>	<u>5,018,711</u>	<u>5,073,165</u>	<u>4,200,858</u>

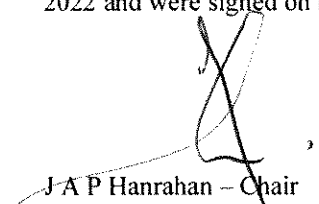
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THE LANGHOLM INITIATIVE

**BALANCE SHEET
31ST MARCH 2022**

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	14	722	3,801,142	3,801,864	3,802,165
Investments	15	<u>1</u>	<u>46,166</u>	<u>46,167</u>	<u>46,167</u>
		723	3,847,308	3,848,031	3,848,332
CURRENT ASSETS					
Stocks	16	-	1,800	1,800	1,800
Debtors	17	2,658	211,285	213,943	90,428
Cash at bank		<u>66,991</u>	<u>978,320</u>	<u>1,045,311</u>	<u>320,553</u>
		69,649	1,191,405	1,261,054	412,781
CREDITORS					
Amounts falling due within one year	18	(15,918)	(20,002)	(35,920)	(60,255)
NET CURRENT ASSETS					
		<u>53,731</u>	<u>1,171,403</u>	<u>1,225,134</u>	<u>352,526</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>54,454</u>	<u>5,018,711</u>	<u>5,073,165</u>	<u>4,200,858</u>
NET ASSETS					
		<u>54,454</u>	<u>5,018,711</u>	<u>5,073,165</u>	<u>4,200,858</u>
FUNDS					
Unrestricted funds	19			54,454	44,915
Restricted funds				<u>5,018,711</u>	<u>4,155,943</u>
TOTAL FUNDS					
				<u>5,073,165</u>	<u>4,200,858</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 22nd December 2022 and were signed on its behalf by:


J A P Hanrahan – Chair


J C Scott – Treasurer

The notes form part of these financial statements

THE LANGHOLM INITIATIVE
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	<u>724,607</u>	<u>4,053,961</u>
Net cash provided by operating activities		<u>724,607</u>	<u>4,053,961</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		-	(3,802,072)
Purchase of fixed asset investments		-	(46,167)
Interest received		<u>151</u>	<u>1,101</u>
Net cash provided by/(used in) investing activities		<u>151</u>	<u>(3,847,138)</u>
Change in cash and cash equivalents in the reporting period		724,758	206,823
Cash and cash equivalents at the beginning of the reporting period		<u>320,553</u>	<u>113,730</u>
Cash and cash equivalents at the end of the reporting period		<u><u>1,045,311</u></u>	<u><u>320,553</u></u>

The notes form part of these financial statements

THE LANGHOLM INITIATIVE

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST MARCH 2022**

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

	2022 £	2021 £
Net income for the reporting period (as per the Statement of Financial Activities)	872,307	4,091,930
Adjustments for:		
Depreciation charges	301	301
Interest received	(151)	(1,101)
Increase in stocks	-	(1,800)
Increase in debtors	(123,515)	(88,850)
(Decrease)/increase in creditors	<u>(24,335)</u>	<u>53,481</u>
Net cash provided by operations	<u><u>724,607</u></u>	<u><u>4,053,961</u></u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.21 £	Cash flow £	At 31.3.22 £
Net cash			
Cash at bank	<u>320,553</u>	<u>724,758</u>	<u>1,045,311</u>
	<u>320,553</u>	<u>724,758</u>	<u>1,045,311</u>
Total	<u><u>320,553</u></u>	<u><u>724,758</u></u>	<u><u>1,045,311</u></u>

The notes form part of these financial statements

THE LANGHOLM INITIATIVE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities and Trustees Investment (Scotland) Act 2005. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

Going concern

The trustees have considered the potential impact of the current Covid-19 pandemic on the charity's activities and are satisfied that the charity has sufficient cash reserves to meet all financial obligations for the foreseeable future. The Accounts have therefore been prepared on the going concern basis.

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.

Income from government and other grants, whether 'capital' or 'revenue' grants is recognised when the charity has entitlement to the funds, any performance conditions attached to the grant have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

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.

Charitable activities

The direct charitable costs of the charity include project costs. The expenditure here includes staff and other direct costs.

Governance costs

Governance costs are those incurred in connection with the administration of the company and compliance with constitutional and statutory requirements.

Tangible fixed assets

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

Improvements to property	- 33.3% on cost
Plant and machinery	- 20% on cost

THE LANGHOLM INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31ST MARCH 2022

1. ACCOUNTING POLICIES - continued

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

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.

Financial assets

Basic financial assets, including trade and other debtors and bank balances, are initially recognised at transaction price.

At the end of each reporting period financial assets measured at cost are assessed for evidence of impairment. Any impairment loss is recognised in the Statement of Financial Activities.

Financial assets are derecognised when the contractual rights to the cash flows from the asset expire or are settled.

Financial liabilities

Basic financial liabilities, including trade and other creditors, are initially recognised at transaction price.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. These are classed as current liabilities if payment is due within one year or less. If not they are presented as non-current liabilities.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

THE LANGHOLM INITIATIVE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022**

2. DONATIONS AND LEGACIES		2022	2021
		£	£
Donations		762,342	516,605
Grants		<u>104,103</u>	<u>3,653,594</u>
		<u>866,445</u>	<u>4,170,199</u>
3. OTHER TRADING ACTIVITIES		2022	2021
		£	£
Shop income		<u>3,056</u>	<u>1,021</u>
4. INVESTMENT INCOME		2022	2021
		£	£
Deposit account interest		<u>151</u>	<u>1,101</u>
5. INCOME FROM CHARITABLE ACTIVITIES		2022	2021
	Activity	£	£
Contract income	Contract income	4,704	3,304
Project management	Project management	16,345	13,484
Grants	Wild Eskdale	-	995
Contract income	Wild Eskdale Extras	-	173
Grants	Wild Eskdale Extras	-	4,000
Grants	Digital Skills	-	33,000
Grants	Covid-19 Supporting Communities Fund	49,851	34,005
Contract income	Textiles Eskdale	350	-
Grants	Textiles Eskdale	1,123	15,368
Grants	HEFG	-	34,000
Grants	Inspiring Engagement in Nature	32,908	-
Grants	Rethink carbon	144,000	-
Contract income	The kiosk	140	-
Grants	Tour O' the Moor	1,155	-
Contract income	Wild Eskdale Tours	345	-
Contract income	Tarras Valley Nature Reserve	<u>80,269</u>	<u>-</u>
		<u>331,190</u>	<u>138,329</u>

THE LANGHOLM INITIATIVE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022**

6. RAISING FUNDS

Raising donations and legacies

	2022	2021
	£	£
Sundries	<u>-</u>	<u>190</u>

Other trading activities

	2022	2021
	£	£
Purchases	<u>2,868</u>	<u>40</u>
Aggregate amounts	<u>2,868</u>	<u>230</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 8) £	Support costs (see note 9) £	Totals £
Contract income	1,212	-	-	1,212
Project management	34,856	-	-	34,856
Digital Skills	21,444	-	-	21,444
Covid-19 Supporting Communities Fund	1,530	49,851	-	51,381
Textiles Eskdale	15,947	-	-	15,947
Inspiring Engagement in Nature	21,527	-	-	21,527
Phase 2 Langholm moor buy out	44	-	-	44
A Digital Journey of Landscape Restoration	25,718	-	-	25,718
Rethink carbon	6,600	-	-	6,600
The kiosk	216	-	-	216
Tour O' the Moor	697	-	-	697
Welcome to Langholm	43	-	-	43
Wild Eskdale Tours	195	-	-	195
Tarras Valley Nature Reserve	<u>135,407</u>	<u>-</u>	<u>1,575</u>	<u>136,982</u>
	<u>265,436</u>	<u>49,851</u>	<u>1,575</u>	<u>316,862</u>

THE LANGHOLM INITIATIVE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022**

8. GRANTS PAYABLE

	2022	2021
	£	£
Covid-19 Supporting Communities Fund	<u>49,851</u>	<u>32,475</u>

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

	2022	2021
	£	£
Covid-19 Supporting Communities Fund	<u>49,851</u>	<u>32,475</u>

9. SUPPORT COSTS

		Governance costs
		£
Other resources expended		8,805
Tarras Valley Nature Reserve		<u>1,575</u>
		<u>10,380</u>

10. NET INCOME/(EXPENDITURE)

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

	2022	2021
	£	£
Auditors' remuneration	6,300	3,600
Depreciation - owned assets	<u>301</u>	<u>301</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2022. In the year ended 31st March 2021 there was one remuneration payment to Trustee Sarah Stuart. Payment of £6,960 made for provision of specialised consultancy services in order to support Governance of the Charity all in accordance with article 113 of the Constitution and as approved by Board.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st March 2022 nor for the year ended 31st March 2021.

THE LANGHOLM INITIATIVE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022**

12. STAFF COSTS

	2022	2021
	£	£
Wages and salaries	123,009	89,505
Social security costs	6,854	2,470
Other pension costs	<u>2,219</u>	<u>1,258</u>
	<u><u>132,082</u></u>	<u><u>93,233</u></u>

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

	2022	2021
Projects	4	4
Administration	<u>1</u>	<u>1</u>
	<u><u>5</u></u>	<u><u>5</u></u>

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

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	44,598	4,125,601	4,170,199
Charitable activities			
Contract income	3,129	175	3,304
Project management	13,484	-	13,484
Wild Eskdale	-	995	995
Wild Eskdale Extras	-	4,173	4,173
Digital Skills	-	33,000	33,000
Covid-19 Supporting Communities Fund	-	34,005	34,005
Textiles Eskdale	-	15,368	15,368
HEFG	-	34,000	34,000
Other trading activities	1,021	-	1,021
Investment income	<u>1,076</u>	<u>25</u>	<u>1,101</u>
Total	<u><u>63,308</u></u>	<u><u>4,247,342</u></u>	<u><u>4,310,650</u></u>
EXPENDITURE ON			
Raising funds	40	190	230
Charitable activities			
Contract income	1,229	-	1,229
Project management	49,428	-	49,428
Wild Eskdale	-	27,020	27,020
Langholm Information Hub	12	-	12

THE LANGHOLM INITIATIVE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022**

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
Driving Lessons	-	240	240
Wild Eskdale Extras	-	9	9
Sports Centre Feasibility Study	-	18,730	18,730
Weaving a Future for Eskdale	-	29	29
Moor Feasibility	-	14,407	14,407
Digital Skills	-	11,795	11,795
Covid-19 Supporting Communities Fund	-	32,475	32,475
Textiles Eskdale	-	6,637	6,637
Langholm moorland buy out	-	15,833	15,833
HEFG	-	34,334	34,334
Other	<u>6,312</u>	<u>-</u>	<u>6,312</u>
Total	<u>57,021</u>	<u>161,699</u>	<u>218,720</u>
NET INCOME	6,287	4,085,643	4,091,930
Transfers between funds	<u>16,868</u>	<u>(16,868)</u>	<u>-</u>
Net movement in funds	23,155	4,068,775	4,091,930
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>21,760</u>	<u>87,168</u>	<u>108,928</u>
TOTAL FUNDS CARRIED FORWARD	<u>44,915</u>	<u>4,155,943</u>	<u>4,200,858</u>

14. TANGIBLE FIXED ASSETS

	Moorland £	Improvements to property £	Plant and machinery £	Totals £
COST				
At 1st April 2021 and 31st March 2022	<u>3,801,142</u>	<u>12,260</u>	<u>2,075</u>	<u>3,815,477</u>
DEPRECIATION				
At 1st April 2021	-	12,260	1,052	13,312
Charge for year	<u>-</u>	<u>-</u>	<u>301</u>	<u>301</u>
At 31st March 2022	<u>-</u>	<u>12,260</u>	<u>1,353</u>	<u>13,613</u>
NET BOOK VALUE				
At 31st March 2022	<u>3,801,142</u>	<u>-</u>	<u>722</u>	<u>3,801,864</u>
At 31st March 2021	<u>3,801,142</u>	<u>-</u>	<u>1,023</u>	<u>3,802,165</u>

THE LANGHOLM INITIATIVE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022**

15. FIXED ASSET INVESTMENTS

	2022	2021
	£	£
Shares	1	1
Other	<u>46,166</u>	<u>46,166</u>
	<u>46,167</u>	<u>46,167</u>

Additional information as follows:

	Unlisted investments £
MARKET VALUE	
At 1st April 2021 and 31st March 2022	<u>1</u>
NET BOOK VALUE	
At 31st March 2022	<u>1</u>
At 31st March 2021	<u>1</u>

There were no investment assets outside the UK.

Investments (neither listed nor unlisted) were as follows:

	2022	2021
	£	£
Basic payment scheme entitlements	<u>46,166</u>	<u>46,166</u>

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

The Langholm Initiative Trading Company Ltd

Registered office: Buccleuch Mill, Glenesk Road, Langholm, United Kingdom, DG13 0ES

	%	
Class of share:	holding	
Ordinary	100	

	2022	2021
	£	£
Aggregate capital and reserves	1	1

During the year ended 31 March 2022 the company did not trade and was dormant.

THE LANGHOLM INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

16. STOCKS		
	2022	2021
	£	£
Livestock	<u>1,800</u>	<u>1,800</u>
17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
	2022	2021
	£	£
Other debtors	213,943	89,296
Prepayments	<u>-</u>	<u>1,132</u>
	<u>213,943</u>	<u>90,428</u>
18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
	2022	2021
	£	£
Other creditors	28,480	53,775
Accrued expenses	<u>7,440</u>	<u>6,480</u>
	<u>35,920</u>	<u>60,255</u>

THE LANGHOLM INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022

19. MOVEMENT IN FUNDS

	At 1.4.21 £	Net movement in funds £	Transfers between funds £	At 31.3.22 £
Unrestricted funds				
General fund	43,894	(14,324)	2,249	31,819
Welcome to Langholm	1,021	745	-	1,766
Wild Eskdale Tours	-	(305)	305	-
Contingency	-	20,869	-	20,869
The kiosk	-	(76)	76	-
	<u>44,915</u>	<u>6,909</u>	<u>2,630</u>	<u>54,454</u>
Restricted funds				
Wild Eskdale	1,132	-	(1,132)	-
Driving Lessons	439	-	(439)	-
Wild Eskdale Extras	1,080	-	(1,080)	-
Sports Centre Feasibility Study	1,026	-	(1,026)	-
Moorland Feasibility	1,553	-	(1,553)	-
Digital Skills	27,263	(18,123)	-	9,140
Covid -19 Supporting Communities Fund	1,530	(1,530)	-	-
Textiles Eskdale	16,730	(10,474)	(4,000)	2,256
Inspiring Engagement in Nature	-	11,382	-	11,382
Phase 2 Langholm Moor Buy Out	-	632,737	-	632,737
A Digital Journey of Landscape Restoration	-	74,283	-	74,283
Moorland commemorations	-	5,000	-	5,000
Rethink carbon	-	137,400	6,600	144,000
Tour O' the Moor	-	459	-	459
Tarras Valley Nature Reserve	<u>4,105,190</u>	<u>34,264</u>	<u>-</u>	<u>4,139,454</u>
	<u>4,155,943</u>	<u>865,398</u>	<u>(2,630)</u>	<u>5,018,711</u>
TOTAL FUNDS	<u>4,200,858</u>	<u>872,307</u>	<u>-</u>	<u>5,073,165</u>

THE LANGHOLM INITIATIVE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022**

19. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	30,549	(44,873)	(14,324)
Welcome to Langholm	3,201	(2,456)	745
Wild Eskdale Tours	345	(650)	(305)
Contingency	20,869	-	20,869
The kiosk	140	(216)	(76)
	55,104	(48,195)	6,909
Restricted funds			
Digital Skills	3,321	(21,444)	(18,123)
Covid -19 Supporting Communities Fund	49,851	(51,381)	(1,530)
Textiles Eskdale	5,473	(15,947)	(10,474)
Inspiring Engagement in Nature	32,909	(21,527)	11,382
Phase 2 Langholm Moor Buy Out	632,781	(44)	632,737
A Digital Journey of Landscape Restoration	100,001	(25,718)	74,283
Moorland commemorations	5,000	-	5,000
Rethink carbon	144,000	(6,600)	137,400
Tour O' the Moor	1,156	(697)	459
Tarras Valley Nature Reserve	171,246	(136,982)	34,264
	1,145,738	(280,340)	865,398
TOTAL FUNDS	1,200,842	(328,535)	872,307

THE LANGHOLM INITIATIVE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022**

19. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
Unrestricted funds				
General fund	21,760	5,266	16,868	43,894
Langholm Information Hub	-	1,021	-	1,021
	<u>21,760</u>	<u>6,287</u>	<u>16,868</u>	<u>44,915</u>
Restricted funds				
Wild Eskdale	35,293	(22,024)	(12,137)	1,132
Driving Lessons	679	(240)	-	439
Wild Eskdale Extras	5,816	164	(4,900)	1,080
Sports Centre Feasibility Study	19,756	(18,730)	-	1,026
Weaving a Future for Eskdale	8,194	(29)	(8,165)	-
Moorland Feasibility	16,371	(14,818)	-	1,553
Digital Skills	1,059	26,204	-	27,263
Langholm Moorland Buy Out Fund	-	4,105,190	-	4,105,190
Covid -19 Supporting Communities Fund	-	1,530	-	1,530
HEFG - Covid 19	-	(334)	334	-
Textiles Eskdale	-	8,730	8,000	16,730
	<u>87,168</u>	<u>4,085,643</u>	<u>(16,868)</u>	<u>4,155,943</u>
TOTAL FUNDS	<u>108,928</u>	<u>4,091,930</u>	<u>-</u>	<u>4,200,858</u>

THE LANGHOLM INITIATIVE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2022**

19. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	62,235	(56,969)	5,266
Langholm Information Hub	<u>1,073</u>	<u>(52)</u>	<u>1,021</u>
	63,308	(57,021)	6,287
Restricted funds			
Wild Eskdale	4,996	(27,020)	(22,024)
Driving Lessons	-	(240)	(240)
Wild Eskdale Extras	173	(9)	164
Sports Centre Feasibility Study	-	(18,730)	(18,730)
Weaving a Future for Eskdale	-	(29)	(29)
Moorland Feasibility	(411)	(14,407)	(14,818)
Digital Skills	37,999	(11,795)	26,204
Langholm Moorland Buy Out Fund	4,121,213	(16,023)	4,105,190
Covid -19 Supporting Communities Fund	34,005	(32,475)	1,530
HEFG - Covid 19	34,000	(34,334)	(334)
Textiles Eskdale	<u>15,367</u>	<u>(6,637)</u>	<u>8,730</u>
	<u>4,247,342</u>	<u>(161,699)</u>	<u>4,085,643</u>
TOTAL FUNDS	<u><u>4,310,650</u></u>	<u><u>(218,720)</u></u>	<u><u>4,091,930</u></u>

20. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st March 2022.

THE LANGHOLM INITIATIVE

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2022**

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS				
Donations and legacies				
Donations	21,373	740,969	762,342	516,605
Grants	<u>8,990</u>	<u>95,113</u>	<u>104,103</u>	<u>3,653,594</u>
	30,363	836,082	866,445	4,170,199
Other trading activities				
Shop income	3,056	-	3,056	1,021
Investment income				
Deposit account interest	151	-	151	1,101
Charitable activities				
Contract income	5,189	80,619	85,808	3,477
Project management	16,345	-	16,345	13,484
Grants	<u>-</u>	<u>229,037</u>	<u>229,037</u>	<u>121,368</u>
	<u>21,534</u>	<u>309,656</u>	<u>331,190</u>	<u>138,329</u>
Total incoming resources	55,104	1,145,738	1,200,842	4,310,650
EXPENDITURE				
Raising donations and legacies				
Sundries	-	-	-	190
Other trading activities				
Purchases	2,868	-	2,868	40
Charitable activities				
Wages	16,975	106,034	123,009	89,505
Social security	171	6,683	6,854	2,470
Pensions	252	1,967	2,219	1,258
Postage, stationery & advertising	777	3,000	3,777	3,081
Sundries	1,623	1,163	2,786	1,959
Project management	-	16,345	16,345	13,484
Other project costs	3,216	73,767	76,983	58,125
Premises	12,032	15,198	27,230	6,241
Carried forward	35,046	224,157	259,203	176,123

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THE LANGHOLM INITIATIVE

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2022**

	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
Charitable activities				
Brought forward	35,046	224,157	259,203	176,123
Communication	1,476	4,757	6,233	3,580
Grants to institutions	<u>-</u>	<u>49,851</u>	<u>49,851</u>	<u>32,475</u>
	36,522	278,765	315,287	212,178
Support costs				
Governance costs				
Auditors' remuneration	4,725	1,575	6,300	3,600
Accountancy fees	3,120	-	3,120	1,272
Bookkeeping & payroll administration	<u>960</u>	<u>-</u>	<u>960</u>	<u>1,440</u>
	<u>8,805</u>	<u>1,575</u>	<u>10,380</u>	<u>6,312</u>
Total resources expended	<u>48,195</u>	<u>280,340</u>	<u>328,535</u>	<u>218,720</u>
Net income	<u><u>6,909</u></u>	<u><u>865,398</u></u>	<u><u>872,307</u></u>	<u><u>4,091,930</u></u>

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