

REGISTERED COMPANY NUMBER: SC197326 (Scotland)
REGISTERED CHARITY NUMBER: SC041085

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31ST MARCH 2019
FOR**

THE LANGHOLM INITIATIVE

JRW
Chartered Accountants
19 Buccleuch Street
Hawick
Roxburghshire
TD9 0HL

THE LANGHOLM INITIATIVE
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FOR THE YEAR ENDED 31ST MARCH 2019

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THE LANGHOLM INITIATIVE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31ST MARCH 2019

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st March 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Under its Memorandum of Association the Charitable Company's objects are:

- a) to advance the development of the Community of Langholm and the surrounding area by working to improve the social, economic and physical environment.
- b) to develop and improve the Community voluntary activity in the area by providing organisational, administrative and physical support to voluntary groups and charities operating in the area.
- c) to advance the regeneration of Langholm and the surrounding area by working with local businesses, employers and regional agencies to improve the physical, social and economic infrastructure.

In pursuit of these objectives the charity has delivered a number of projects including Building a Future for Eskdale; Welcome to Langholm Community Information Hub; Making the Most of the Moorlands (Legacy Phase), Richer Lives; Wild Eskdale and Pulling the Threads Together. These projects are fully described in the Achievements and Performance section of this report.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

In support of local voluntary groups, the Langholm Initiative has and will continue to:

- " Provide support to volunteers and assist in the recruitment of new volunteers
- " Support training and development of volunteers and employees
- " Facilitating meetings and presentations
- " Assist community groups with sourcing and securing of grant and other funding

The Langholm Initiative has taken a leadership role in working with a range of providers to identify and meet the needs of the community. The Langholm Initiative has served as a service "broker" when necessary. The focus has been to ensure quality across services and eliminate duplication.

The Langholm Initiative has explored the feasibility of expanding the organisation's visibility in the community and making greater use of volunteers. The organisation has developed and supported a network of volunteers, being more active and visible in a wide range of community focussed projects.

The Langholm Initiative has provided model supports for the community, either directly or through partnerships with or referrals to other service providers in the following areas:

- o employment opportunities including business start-up
- o support in training and education
- o recreation and leisure activity
- o community participation

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FOR THE YEAR ENDED 31ST MARCH 2019

Building a Future for Eskdale - Next Steps

This 2-year project supporting employability and enterprise came to a conclusion in December 2018. By working closely with partners, all targets were reached to the satisfaction of funders Holywood Trust, RBS Skills & Opportunities Fund and SSE Sustainable Development.

During the life of this project, it became obvious that there is a resurgence of interest in the textiles sector. Given the rich textile heritage of Langholm & Eskdale, an opportunity was sought to explore the opportunities for skills development and small enterprise support in the sector. An application was submitted to Dumfries & Galloway LEADER for £5000 for a new project:

Pulling the Threads Together

The funding enabled a period of co-operation development between the Langholm Initiative and ReTweed of Eyemouth, a successful Social Enterprise delivering sewing skills training & retail in dedicated premises in the town centre. At the end of which funding was being successfully sought to run a one year pilot project on the regeneration of textiles in the Langholm area - to commence late spring 2019, called **Weaving a Future for Eskdale** (Textiles Eskdale).

Welcome to Langholm (Langholm Information Hub)

As the centre for tourist and community information, Welcome to Langholm continues to see an increase in visitor numbers - both locals and tourists.

Promotion of local businesses and local talent is a main focus, with exhibitions and goods for sale available at the 'shop'.

A small commission is taken from each sale to offset some of the costs involved. W2L is assisted financially by local benefactors who currently provide the premises free of charge. They also have made some necessary improvements to the property, which is in a very prominent position on the high street. Office hours remain as in previous years and volunteer numbers are also pretty stable.

Wild Eskdale

Until such time as a project manager could be appointed for Wild Eskdale (initially a 2 year project) - after the conclusion of the highly successful Making the Most of Moorlands - a **Moorland Legacy** hand-over phase was instigated, generously funded by the Holywood Trust.

Wild Eskdale has continued with its educational work including a seasonal assistant who commenced a 6 month contract in February. A substantial proportion of the project manager's time was spent on the eco-tourism development of this project, with tour bookings confirmed for the spring. The old pick-up was sold at the end of the financial year to enable a new leased replacement facilitating professional tours.

The project attracted funding from the Heritage Lottery Fund (£64700 over 2 years), the Holywood Trust (£57000 over 2 years, including the Moorland Legacy phase money), with the Robertson Trust (£12000 over 2 years) and the Arthur Bell Trust (£4000) assisting with the funding for the seasonal assistant.

It is hoped to retain the education assistant after the first 6 month period to continue expansion of the Wild Eskdale project, and funds will be sought to enable this.

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FOR THE YEAR ENDED 31ST MARCH 2019

Richer Lives

Langholm Initiative worked alongside a range of partners to deliver an anti-poverty support project throughout 2018/19. Funded by Dumfries and Galloway Council, local trusts and generous donors, the project focussed on improving access to information and support, assisting people to build their life skills and challenging the pervasive stigma surrounding poverty. Workshops, one-to-one support and education sessions supported 205 people locally to address and strengthen their understanding of the issue of rural poverty. This project also allowed Langholm Initiative to build strong and sustainable partnerships across Dumfries and Galloway and ensure that our community's most vulnerable people were heard in regional policy forums. We succeeded in increasing service accessibility in our area and placing creativity at the heart of social change.

The project staff are grateful to the funders, partners and participants that enabled the work to take place.

FINANCIAL REVIEW

Financial position

An increase in unrestricted funds for the year of £5,283 (2018, decrease £5,244) was recorded leaving net assets of £17,130 relating to unrestricted funds. All restricted funds are in surplus with the exception of Pulling Threads Together and Sports Centre Feasibility Study which had small deficits that are expected to be eliminated in the current financial year. The Trustees are satisfied that by maintaining cost control measures and seeking new sources of income, the charitable company will continue to operate as a going concern.

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 Charitable Company to deal with unforeseen problems.

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.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Langholm Initiative is a Company limited by guarantee and does not have a Share Capital. It is governed by its Memorandum & Articles of Association.

Recruitment and appointment of new trustees

The Articles of Association require the board of directors to be appointed at each annual general meeting of the members. Directors shall be appointed from the membership of the company and Full Community Members (defined as being resident in the operating area) shall form at least a two thirds majority of the board.

Organisational structure

Responsibility for managing the Charitable Company lies with the Directors who are also Trustees under Charity Law.

THE LANGHOLM INITIATIVE
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2019

STRUCTURE, GOVERNANCE AND MANAGEMENT

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
SC197326 (Scotland)

Registered Charity number
SC041085

Registered office
Buccleuch Mill
Glensk Road
Langholm
DG13 0ES

Trustees

Mrs M E Pool
Mrs S A Murray
E D Lacey
G J Graham - resigned 9.2.19
Mrs E M Bloomer
J A P Hanrahan
D R Male
G Hollywood - appointed 20.2.19
J Campbell Scott - appointed 20.2.19

Company Secretary
K Hill

Independent examiner

Kevin D Crowford
Chartered Accountant
JRW
Chartered Accountants
19 Buccleuch Street
Hawick
Roxburghshire
TD9 0HL

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

Approved by order of the board of trustees on 15th August 2019 and signed on its behalf by:


Mrs M E Pool - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE LANGHOLM INITIATIVE**

I report on the accounts for the year ended 31st March 2019 set out on pages seven to twenty one.

Respective responsibilities of trustees and examiner

The charity's trustees 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 (as amended). The charity's trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the 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 the independent examiner's report

My examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended). An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently 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; and
 - to prepare accounts which accord with the accounting records and to 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.



Kevin D Crowford
Chartered Accountant
JRW
Chartered Accountants
19 Buccleuch Street
Hawick
Roxburghshire
TD9 0HL

Date: *20th* August 2019

THE LANGHOLM INITIATIVE

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2019**

		Unrestricted funds	Restricted funds	Total	2019 funds	Total	2018 funds
	Not es	£	£		£		£
INCOME AND ENDOWMENTS FROM							
Donations and legacies		5,327	5,777		11,104		6,659
Charitable activities	4						
Contract income		6,741	-		6,741		10,111
Project management		17,887	-		17,887		10,968
Moorland project		-	-		-		8,654
South of Scotland Golden Eagle Project		-	-		-		14,177
Building a Future for Eskdale		-	5,600		5,600		44,960
Community Engagement & Project Development		-	-		-		9,986
Moorland Legacy		-	-		-		7,125
Wild Eskdale		-	70,850		70,850		-
Richer Lives		-	32,434		32,434		-
Pulling Threads Together		-	4,774		4,774		-
Wild Eskdale Extras		-	275		275		-
Weaving a Future for Eskdale		-	500		500		-
Other trading activities	2	1,317	-		1,317		-
Investment income	3	376	-		376		-
Other income		-	1,450		1,450		-
Total		31,648	121,660		153,308		112,640
EXPENDITURE ON							
Raising funds		635	-		635		-
Charitable activities							
Contract income		1,634	-		1,634		1,319
Project management		24,619	-		24,619		25,226
Moorland project		-	-		-		34,644
South of Scotland Golden Eagle Project		-	-		-		19,279
Building a Future for Eskdale		-	27,546		27,546		30,057
Community Engagement & Project Development		-	-		-		17,476
Moorland Legacy		-	-		-		9,895
Wild Eskdale		-	36,721		36,721		274
Langholm Information Hub		649	-		649		163
Richer Lives		-	29,401		29,401		-
Regeneration		375	-		375		-
Pulling Threads Together		-	4,952		4,952		-
Driving Lessons		-	1,000		1,000		-
Wild Eskdale Extras		-	5		5		-
Sports Centre Feasibility Study		-	69		69		-
Total		27,912	99,694		127,606		138,333

The notes form part of these financial statements

THE LANGHOLM INITIATIVE

STATEMENT OF FINANCIAL ACTIVITIES - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2019

		Unrestricted funds £	Restricted funds £	Total £	2019 funds £	Total £	2018 funds £
NET INCOME/(EXPENDITURE)		3,736	21,966	25,702			(25,693)
Transfers between funds	12	<u>1,517</u>	<u>(1,517)</u>	<u>—</u>			<u>—</u>
Net movement in funds		5,253	20,449	25,702			(25,693)
RECONCILIATION OF FUNDS							
Total funds brought forward		11,877	28,935	40,812			66,505
TOTAL FUNDS CARRIED FORWARD		<u>17,130</u>	<u>49,384</u>	<u>66,514</u>			<u>40,812</u>

The notes form part of these financial statements

THE LANGHOLM INITIATIVE

**BALANCE SHEET
AT 31ST MARCH 2019**

		Unrestricted funds	Restricted funds	Total	2019 funds	Total	2018 funds
	Notes	£	£		£		£
FIXED ASSETS							
Tangible assets	9	269	-		269		4,800
CURRENT ASSETS							
Debtors	10	6,257	11,899		18,156		125
Cash at bank		<u>14,857</u>	<u>42,835</u>		<u>57,692</u>		<u>38,921</u>
		21,114	54,734		75,848		39,046
CREDITORS							
Amounts falling due within one year	11	(4,253)	(5,350)		(9,603)		(3,034)
NET CURRENT ASSETS							
		<u>16,861</u>	<u>49,384</u>		<u>66,245</u>		<u>36,012</u>
TOTAL ASSETS LESS CURRENT LIABILITIES							
		17,130	49,384		66,514		40,812
NET ASSETS							
		<u>17,130</u>	<u>49,384</u>		<u>66,514</u>		<u>40,812</u>
FUNDS							
Unrestricted funds	12				17,130		11,877
Restricted funds					<u>49,384</u>		<u>28,935</u>
TOTAL FUNDS							
					<u>66,514</u>		<u>40,812</u>

The notes form part of these financial statements

THE LANGHOLM INITIATIVE

**BALANCE SHEET - CONTINUED
AT 31ST MARCH 2019**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st March 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31st March 2019 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 15th August 2019 and were signed on its behalf by:



Mrs M E Pool -Trustee



Mrs S A Murray -Trustee

THE LANGHOLM INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2019

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

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
Motor vehicles	- 20% on cost

Taxation

The charity is exempt from corporation tax on its charitable activities.

THE LANGHOLM INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31ST MARCH 2019

1. ACCOUNTING POLICIES - continued

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.

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.

2. OTHER TRADING ACTIVITIES

	2019	2018
	£	£
Shop income	<u>1,317</u>	<u>-</u>

3. INVESTMENT INCOME

	2019	2018
	£	£
Deposit account interest	<u>376</u>	<u>-</u>

4. INCOME FROM CHARITABLE ACTIVITIES

Grants receivable includes £20,000 from Dumfries & Galloway Council in respect of the Richer Lives project.

THE LANGHOLM INITIATIVE

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2019**

5. NET INCOME/(EXPENDITURE)

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

	2019	2018
	£	£
Depreciation - owned assets	67	2,400
Surplus on disposal of fixed asset	<u>(1,450)</u>	<u>-</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2019 nor for the year ended 31st March 2018.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st March 2019 nor for the year ended 31st March 2018.

7. STAFF COSTS

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

	2019	2018
	<u>4</u>	<u>4</u>

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

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	927	5,732	6,659
Charitable activities			
Contract income	7,534	2,577	10,111
Project management	10,968	-	10,968
Moorland project	-	8,654	8,654
South of Scotland Golden Eagle Project	-	14,177	14,177
Building a Future for Eskdale	-	44,960	44,960
Community Engagement & Project Development	-	9,986	9,986
Moorland Legacy	<u>-</u>	<u>7,125</u>	<u>7,125</u>
Total	19,429	93,211	112,640

THE LANGHOLM INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2019

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
EXPENDITURE ON			
Charitable activities			
Contract income	1,319	-	1,319
Project management	25,226	-	25,226
Moorland project	-	34,644	34,644
South of Scotland Golden Eagle Project	-	19,279	19,279
Building a Future for Eskdale	-	30,057	30,057
Community Engagement & Project Development	-	17,476	17,476
Moorland Legacy	-	9,895	9,895
Wild Eskdale	-	274	274
Langholm Information Hub	163	-	163
Total	26,708	111,625	138,333
NET INCOME/(EXPENDITURE)	(7,279)	(18,414)	(25,693)
Transfers between funds	2,035	(2,035)	-
Net movement in funds	(5,244)	(20,449)	(25,693)
RECONCILIATION OF FUNDS			
Total funds brought forward	17,121	49,384	66,505
TOTAL FUNDS CARRIED FORWARD	11,877	28,935	40,812

THE LANGHOLM INITIATIVE

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2019**

9. TANGIBLE FIXED ASSETS

	Improvement s to property £	Plant and machinery £	Motor vehicles £	Totals £
COST				
At 1st April 2018	12,260	569	12,000	24,829
Additions	-	336	-	336
Disposals	<u>-</u>	<u>-</u>	<u>(12,000)</u>	<u>(12,000)</u>
At 31st March 2019	<u>12,260</u>	<u>905</u>	<u>-</u>	<u>13,165</u>
DEPRECIATION				
At 1st April 2018	12,260	569	7,200	20,029
Charge for year	-	67	-	67
Eliminated on disposal	<u>-</u>	<u>-</u>	<u>(7,200)</u>	<u>(7,200)</u>
At 31st March 2019	<u>12,260</u>	<u>636</u>	<u>-</u>	<u>12,896</u>
NET BOOK VALUE				
At 31st March 2019	<u>-</u>	<u>269</u>	<u>-</u>	<u>269</u>
At 31st March 2018	<u>-</u>	<u>-</u>	<u>4,800</u>	<u>4,800</u>

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Other debtors	<u>18,156</u>	<u>125</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019 £	2018 £
Trade creditors	3	-
Other creditors	<u>9,600</u>	<u>3,034</u>
	<u>9,603</u>	<u>3,034</u>

THE LANGHOLM INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2019

12. MOVEMENT IN FUNDS

	At 1.4.18 £	Net movement in funds £	Transfers between funds £	At 31.3.19 £
Unrestricted funds				
General fund	10,634	2,605	1,517	14,756
Langholm Information Hub	943	1,006	-	1,949
Regeneration	300	125	-	425
	<u>11,877</u>	<u>3,736</u>	<u>1,517</u>	<u>17,130</u>
Restricted funds				
Building a Future for Eskdale	26,431	(21,947)	(4,484)	-
Moorland Legacy	2,107	-	(2,107)	-
Richer Lives	671	8,534	(2,955)	6,250
Wild Eskdale	(274)	35,857	5,074	40,657
Pulling Threads Together	-	(179)	-	(179)
Driving Lessons	-	(1,000)	2,955	1,955
Wild Eskdale Extras	-	270	-	270
Sports Centre Feasibility Study	-	(69)	-	(69)
Weaving a Future for Eskdale	-	500	-	500
	<u>28,935</u>	<u>21,966</u>	<u>(1,517)</u>	<u>49,384</u>
TOTAL FUNDS	<u>40,812</u>	<u>25,702</u>	<u>-</u>	<u>66,514</u>

THE LANGHOLM INITIATIVE

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2019**

12. 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	28,878	(26,273)	2,605
Langholm Information Hub	2,270	(1,264)	1,006
Regeneration	500	(375)	125
	<u>31,648</u>	<u>(27,912)</u>	<u>3,736</u>
Restricted funds			
Building a Future for Eskdale	5,599	(27,546)	(21,947)
Richer Lives	37,935	(29,401)	8,534
Wild Eskdale	72,578	(36,721)	35,857
Pulling Threads Together	4,773	(4,952)	(179)
Wild Eskdale Extras	275	(5)	270
Weaving a Future for Eskdale	500	-	500
Driving Lessons	-	(1,000)	(1,000)
Sports Centre Feasibility Study	-	(69)	(69)
	<u>121,660</u>	<u>(99,694)</u>	<u>21,966</u>
TOTAL FUNDS	<u><u>153,308</u></u>	<u><u>(127,606)</u></u>	<u><u>25,702</u></u>

THE LANGHOLM INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2019

12. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.17 £	Net movement in funds £	Transfers between funds £	At 31.3.18 £
Unrestricted Funds				
General fund	17,121	(7,914)	1,427	10,634
Langholm Information Hub	-	635	308	943
Regeneration	-	-	300	300
	17,121	(7,279)	2,035	11,877
Restricted Funds				
Moorland project	30,044	(25,191)	(4,853)	-
South of Scotland Golden Eagle Project	5,102	(5,102)	-	-
Building a Future for Eskdale	9,238	17,193	-	26,431
Community Engagement & Project				
Development	5,000	(2,965)	(2,035)	-
Richer Lives	-	671	-	671
Moorland Legacy	-	(2,746)	4,853	2,107
Wild Eskdale	-	(274)	-	(274)
	49,384	(18,414)	(2,035)	28,935
TOTAL FUNDS	<u>66,505</u>	<u>(25,693)</u>	<u>-</u>	<u>40,812</u>

THE LANGHOLM INITIATIVE

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2019**

12. 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	18,213	(26,127)	(7,914)
Langholm Information Hub	<u>1,216</u>	<u>(581)</u>	<u>635</u>
	19,429	(26,708)	(7,279)
Restricted funds			
Moorland project	9,453	(34,644)	(25,191)
South of Scotland Golden Eagle Project	14,177	(19,279)	(5,102)
Building a Future for Eskdale	47,250	(30,057)	17,193
Community Engagement & Project Development	14,511	(17,476)	(2,965)
Richer Lives	671	-	671
Moorland Legacy	7,149	(9,895)	(2,746)
Wild Eskdale	<u>-</u>	<u>(274)</u>	<u>(274)</u>
	93,211	(111,625)	(18,414)
	<u>112,640</u>	<u>(138,333)</u>	<u>(25,693)</u>
TOTAL FUNDS	<u>112,640</u>	<u>(138,333)</u>	<u>(25,693)</u>

THE LANGHOLM INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2019

12. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.17 £	Net movement in funds £	Transfers between funds £	At 31.3.19 £
Unrestricted funds				
General fund	17,121	(5,309)	2,944	14,756
Langholm Information Hub	-	1,641	308	1,949
Regeneration	-	125	300	425
Restricted funds				
Moorland project	30,044	(25,191)	(4,853)	-
South of Scotland Golden Eagle Project	5,102	(5,102)	-	-
Building a Future for Eskdale	9,238	(4,754)	(4,484)	-
Community Engagement & Project Development	5,000	(2,965)	(2,035)	-
Richer Lives	-	671	-	671
Moorland Legacy	-	(2,746)	2,746	-
Richer Lives	-	8,534	(2,955)	5,579
Wild Eskdale	-	35,583	5,074	40,657
Pulling Threads Together	-	(179)	-	(179)
Driving Lessons	-	(1,000)	2,955	1,955
Wild Eskdale Extras	-	270	-	270
Sports Centre Feasibility Study	-	(69)	-	(69)
Weaving a Future for Eskdale	-	500	-	500
	<u>49,384</u>	<u>3,552</u>	<u>(3,552)</u>	<u>49,384</u>
TOTAL FUNDS	<u>66,505</u>	<u>9</u>	<u>-</u>	<u>66,514</u>

THE LANGHOLM INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31ST MARCH 2019

12. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	47,091	(52,400)	(5,309)
Langholm Information Hub	3,486	(1,845)	1,641
Regeneration	500	(375)	125
	<u>51,077</u>	<u>(54,620)</u>	<u>(3,543)</u>
Restricted funds			
Moorland project	9,453	(34,644)	(25,191)
South of Scotland Golden Eagle Project	14,177	(19,279)	(5,102)
Building a Future for Eskdale	52,849	(57,603)	(4,754)
Community Engagement & Project Development	14,511	(17,476)	(2,965)
Richer Lives	671	-	671
Moorland Legacy	7,149	(9,895)	(2,746)
Richer Lives	37,935	(29,401)	8,534
Wild Eskdale	72,578	(36,995)	35,583
Pulling Threads Together	4,773	(4,952)	(179)
Wild Eskdale Extras	275	(5)	270
Weaving a Future for Eskdale	500	-	500
Driving Lessons	-	(1,000)	(1,000)
Sports Centre Feasibility Study	-	(69)	(69)
	<u>214,871</u>	<u>(211,319)</u>	<u>3,552</u>
TOTAL FUNDS	<u>265,948</u>	<u>(265,939)</u>	<u>9</u>

13. RELATED PARTY DISCLOSURES

Catherine Lacey, who is the mother of E D Lacey, is a part-time employee of the charity. Her employment commenced on 1st May 2018.

THE LANGHOLM INITIATIVE

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2019**

	Unrestricted funds £	Restricted funds £	2019 Total funds £	2018 Total funds £
INCOME AND ENDOWMENTS				
Donations and legacies				
Gifts	-	-	-	-
Donations	4,967	5,777	10,744	6,459
Grants	185	-	185	-
Membership fees	<u>175</u>	<u>-</u>	<u>175</u>	<u>200</u>
	5,327	5,777	11,104	6,659
Other trading activities				
Shop income	1,317	-	1,317	-
Investment income				
Deposit account interest	376	-	376	-
Charitable activities				
Contract income	6,741	875	7,616	10,111
Project management	17,887	-	17,887	15,954
Grants	<u>-</u>	<u>113,558</u>	<u>113,558</u>	<u>79,916</u>
	24,628	114,433	139,061	105,981
Other income				
Gain on sale of tangible fixed assets	<u>-</u>	<u>1,450</u>	<u>1,450</u>	<u>-</u>
Total incoming resources	31,648	121,660	153,308	112,640
EXPENDITURE				
Raising donations and legacies				
Sundries	20	-	20	-
Other trading activities				
Purchases	615	-	615	-
Charitable activities				
Wages	11,750	54,108	65,858	83,184
Postage, stationery & advertising	694	4,394	5,088	1,978
Sundries	1,114	5	1,119	733
Project management	-	17,887	17,887	15,954
Carried forward	13,558	76,394	89,952	101,849

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THE LANGHOLM INITIATIVE

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2019**

	Unrestricted funds £	Restricted funds £	2019 Total funds £	2018 Total funds £
Charitable activities				
Brought forward	13,558	76,394	89,952	101,849
Other project costs	660	20,948	21,608	16,050
Premises	9,356	201	9,557	9,673
Communication	1,888	1,741	3,629	3,573
Grants to individuals	<u>-</u>	<u>410</u>	<u>410</u>	<u>2,378</u>
	25,462	99,694	125,156	133,523
Support costs				
Governance costs				
Sundries	87	-	87	-
Independent examiner's fees	1,008	-	1,008	990
Bookkeeping & payroll administration	<u>720</u>	<u>-</u>	<u>720</u>	<u>3,820</u>
	<u>1,815</u>	<u>-</u>	<u>1,815</u>	<u>4,810</u>
Total resources expended	27,912	99,694	127,606	138,333
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net income/(expenditure)	<u>3,736</u>	<u>21,966</u>	<u>25,702</u>	<u>(25,693)</u>

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