REGISTERED COMPANY NUMBER: SC412818 (Scotland)
REGISTERED CHARITY NUMBER: SC043299

Report of the Trustees and

Unaudited Financial Statements for the Year Ended 31 March 2021

for

Duncan Mackinnon Music And Arts Trust Limited

Susan Cove Accountancy Limited
Chartered Accountant
Ty Hapus
Clerklands
Melrose
Roxburghshire
TD6 9JR

Duncan Mackinnon Music And Arts Trust Limited

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for the Year Ended 31 March 2021

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Duncan Mackinnon Music And Arts Trust Limited

Report of the Trustees for the Year Ended 31 March 2021

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 31 March 2021. 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

The company's principal objectives are to:

- advance music and the arts within the Scottish Borders for the Community and the general public by providing and operating a performance, rehearsal and administrative facility;
- advance community development by the management of community land and associated assets for the benefit of the Community and the public in general following principles of sustainable development, where sustainable development means development which meets the needs of the present without compromising the ability of future generations to meet their own needs;
- provide recreational facilities, and/or organise recreational activities, which will be available to members of the public at large with the object of improving the conditions of life of the Community and following principles of sustainable development, by operating community owned facilities;
- advance the cultural knowledge of the Community through the education of its members;
- advance heritage for the public by refurbishing and returning to economic use a listed historical building;
- advance community development and rural regeneration for the benefit of the community and its members by the promotion of trade and industry; and
- advance citizenship for the community and its membership by promoting, establishing and operating other schemes of a charitable nature.

Significant activities

Operations were significantly impacted by the pandemic, ceasing completely between April and August 2020. There were no public events in the year although there were a limited number of private hires. The Trustees received support from various funding bodies for ongoing support and specific projects, and collaborated with funders to support local and national artists and community groups throughout the year. The charity continues to employ staff to run the venue and provides volunteering opportunities to members of the local community.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

Trustees are appointed from the local community, mainly by personal introduction.

Organisational structure

Overall management is carried out by a Board of Trustees which meets regularly throughout the year.

Report of the Trustees
for the Year Ended 31 March 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
SC412818 (Scotland)

Registered Charity number
SC043299

Registered office
MAC Arts
Bridge Street
Galashiels
Borders
TD1 1SP

Trustees
D Coyle Sound Technician
D Little Sound Engineer
L Reid
Mr A Turpie Legal Advisor (resigned 3.8.20)
I Coltman Civil Servant
Dr G A Husband Lecturer (appointed 3.8.20) (resigned 1.11.21)
M Jeffrey Vice Principal (appointed 3.8.20)

Company Secretary
I Coltman

Independent Examiner
Susan D Cove
Susan Cove Accountancy Limited
Chartered Accountant
Ty Hapus
Clerklands
Melrose
Roxburghshire
TD6 9JR

Approved by order of the board of trustees on 13 December 2021 and signed on its behalf by:

I Coltman - Secretary

Independent Examiner's Report to the Trustees of Duncan Mackinnon Music And Arts Trust Limited

I report on the accounts for the year ended 31 March 2021 set out on pages four to fourteen.

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. 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 connection with 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.

Susan Cove, ACA

Susan D Cove
Susan Cove Accountancy Limited
Chartered Accountant
Ty Hapus
Clerklands
Melrose
Roxburghshire
TD6 9JR

13 December 2021

Duncan Mackinnon Music And Arts Trust Limited

Statement of Financial Activities for the Year Ended 31 March 2021

	Notes	Unrestricted fund £	Restricted funds £	31.3.21 Total funds £	31.3.20 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		7,544	7,000	14,544	15,678
Charitable activities					
Hire and performance		124,055	-	124,055	126,804
Total		131,599	7,000	138,599	142,482
EXPENDITURE ON					
Charitable activities					
Hire and performance		54,088	3,700	57,788	142,192
Other		14,808	-	14,808	7,673
Total		68,896	3,700	72,596	149,865
NET INCOME/(EXPENDITURE)		62,703	3,300	66,003	(7,383)
RECONCILIATION OF FUNDS					
Total funds brought forward		1,084	5,545	6,629	14,012
TOTAL FUNDS CARRIED FORWARD		63,787	8,845	72,632	6,629

The notes form part of these financial statements

Duncan Mackinnon Music And Arts Trust Limited

Balance Sheet
31 March 2021

	Notes	Unrestricted fund £	Restricted funds £	31.3.21 Total funds £	31.3.20 Total funds £
FIXED ASSETS					
Tangible assets	6	9,219	3,010	12,229	7,715
CURRENT ASSETS					
Stocks	7	-	-	-	426
Debtors	8	100	-	100	2,400
Cash at bank and in hand		55,932	5,835	61,767	3,411
		56,032	5,835	61,867	6,237
CREDITORS					
Amounts falling due within one year	9	(1,464)	-	(1,464)	(7,323)
NET CURRENT ASSETS		54,568	5,835	60,403	(1,086)
TOTAL ASSETS LESS CURRENT LIABILITIES		63,787	8,845	72,632	6,629
NET ASSETS		63,787	8,845	72,632	6,629
FUNDS	10				
Unrestricted funds				63,787	1,084
Restricted funds				8,845	5,545
TOTAL FUNDS				72,632	6,629

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2021 in accordance with Section 476 of the Companies Act 2006.

The notes form part of these financial statements

continued...

Balance Sheet - continued
31 March 2021

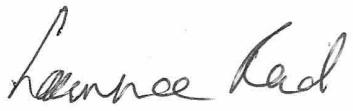
The trustees acknowledge their responsibilities for

(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 provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 13 December 2021 and were signed on its behalf by:



L Reid - Trustee

The notes form part of these financial statements

Notes to the Financial Statements
for the Year Ended 31 March 2021

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 2019)', 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.

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.

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

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.

continued...

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

1. ACCOUNTING POLICIES - continued

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.

2. NET INCOME/(EXPENDITURE)

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

	31.3.21	31.3.20
	£	£
Depreciation - owned assets	5,143	4,483

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2021 nor for the year ended 31 March 2020.

4. STAFF COSTS

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

	31.3.21	31.3.20
Support staff	2	1

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

continued...

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	678	15,000	15,678
Charitable activities			
Hire and performance	126,804	-	126,804
Total	127,482	15,000	142,482
EXPENDITURE ON			
Charitable activities			
Hire and performance	123,385	18,807	142,192
Other	7,673	-	7,673
Total	131,058	18,807	149,865
NET INCOME/(EXPENDITURE)	(3,576)	(3,807)	(7,383)
RECONCILIATION OF FUNDS			
Total funds brought forward	4,660	9,352	14,012
TOTAL FUNDS CARRIED FORWARD	1,084	5,545	6,629

continued...

6. TANGIBLE FIXED ASSETS

	Plant and machinery £
COST	
At 1 April 2020	22,421
Additions	9,657
At 31 March 2021	32,078
DEPRECIATION	
At 1 April 2020	14,706
Charge for year	5,143
At 31 March 2021	19,849
NET BOOK VALUE	
At 31 March 2021	12,229
At 31 March 2020	7,715

7. STOCKS

	31.3.21 £	31.3.20 £
Stocks	-	426

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.21 £	31.3.20 £
Other debtors	100	2,400

continued...

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.21	31.3.20
	£	£
Other creditors	1,464	7,323

10. MOVEMENT IN FUNDS

	At 1.4.20	Net movement in funds	At 31.3.21
	£	£	£
Unrestricted funds			
General fund	1,084	62,703	63,787
Restricted funds			
Restricted fund	5,545	(2,535)	3,010
William Grant Foundation	-	5,835	5,835
	5,545	3,300	8,845
TOTAL FUNDS	6,629	66,003	72,632

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	131,599	(68,896)	62,703
Restricted funds			
Restricted fund	-	(2,535)	(2,535)
William Grant Foundation	7,000	(1,165)	5,835
	7,000	(3,700)	3,300
TOTAL FUNDS	138,599	(72,596)	66,003

continued...

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

10. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
General fund	4,660	(3,576)	1,084
Restricted funds			
Restricted fund	9,352	(3,807)	5,545
TOTAL FUNDS	14,012	(7,383)	6,629

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	127,482	(131,058)	(3,576)
Restricted funds			
Restricted fund	15,000	(18,807)	(3,807)
TOTAL FUNDS	142,482	(149,865)	(7,383)

continued...

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

10. MOVEMENT IN FUNDS - continued

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

	At 1.4.19 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	4,660	59,127	63,787
Restricted funds			
Restricted fund	9,352	(6,342)	3,010
William Grant Foundation	-	5,835	5,835
	9,352	(507)	8,845
TOTAL FUNDS	14,012	58,620	72,632

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	259,081	(199,954)	59,127
Restricted funds			
Restricted fund	15,000	(21,342)	(6,342)
William Grant Foundation	7,000	(1,165)	5,835
	22,000	(22,507)	(507)
TOTAL FUNDS	281,081	(222,461)	58,620

The charitable company received a grant of £7,000 from William Grant Foundation in the year ended 31 March 2021. The grant is restricted to the provision of the Oral History strand of the charitable company's project on the work of Duncan Mackinnon and Border Dances. The charitable company utilised £1165 of the grant to start to deliver the project in the year.
A grant of £15,000 was received in the year ended 31 March 2020 from The Weir Charitable Trust for the restricted purpose of funding staff salaries and safeguarding employee jobs, thereby allowing the to Mac Arts venue to stay open for the enjoyment of many local groups. The grant was fully utilised in the year ended 31 March 2020.

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11. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2021.

Duncan Mackinnon Music And Arts Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 March 2021

	31.3.21 £	31.3.20 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	14,544	15,678
Charitable activities		
Hire income	1,994	11,861
Performance and ancillary income	789	114,943
Grants	121,272	-
	124,055	126,804
Total incoming resources	138,599	142,482
EXPENDITURE		
Charitable activities		
Wages	41,608	39,394
Social security	-	8
Pensions	874	790
Marketing	541	336
Performance fees	1,673	48,156
Bar costs	791	26,408
Licencing	67	2,093
Other event costs	2,183	6,053
Depreciation of tangible fixed assets	5,143	4,484
	52,880	127,722
Support costs		
Management		
Rates and water	-	(103)
Insurance	1,843	1,781
Light and heat	5,075	10,159
Telephone	696	1,151
Office and IT costs	542	1,810
Repairs and maintenance	9,632	5,537
Travel	90	243
	17,878	20,578

Duncan Mackinnon Music And Arts Trust Limited

Detailed Statement of Financial Activities for the Year Ended 31 March 2021

	31.3.21 £	31.3.20 £
Management		
Finance		
Bank charges	12	100
Governance costs		
Independent examiner's fees	900	792
Bookkeeping fees	926	673
	1,826	1,465
Total resources expended	72,596	149,865
Net income/(expenditure)	66,003	(7,383)