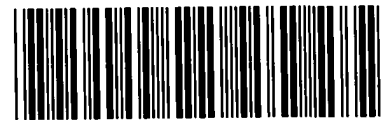


REGISTERED COMPANY NUMBER: SC412818 (Scotland)
REGISTERED CHARITY NUMBER: SC043299

**Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2017
for**

**Duncan Mackinnon Music And Arts
Trust Limited**

SATURDAY



S6Y03SZT
SCT 20/01/2018 #186
COMPANIES HOUSE

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

**Duncan Mackinnon Music And Arts
Trust Limited**

**Contents of the Financial Statements
for the Year Ended 31 March 2017**

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**Duncan Mackinnon Music And Arts
Trust Limited**

**Report of the Trustees
for the Year Ended 31 March 2017**

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 2017. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

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 Angus	Sound Engineer/consultant	- resigned 4.12.17
D Coyle	Sound Technician	
D Little	Sound Engineer	
L Reid	Civil Servant	
A Turpie	Legal Advisor	

Company Secretary

I Coltman

Independent examiner

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

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.

**Duncan Mackinnon Music And Arts
Trust Limited**

**Report of the Trustees
for the Year Ended 31 March 2017**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

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

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

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

During the year the Trustees secured continuing support from the Scottish Government's Strengthening Communities Programme for internal capacity building and portfolio support.

Funding has contributed to the purchase of more lighting and sound systems to make the charity more self-sufficient. The charity has worked with business advisors to create long term financial and business planning and to help to increase revenue and footfall.

The building has benefited from continued maintenance and improvements, with the installation of a new bar in the main auditorium.

Approved by order of the board of trustees on 23 December 2017 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 2017 set out on pages five to nine.

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

23 December 2017

**Duncan Mackinnon Music And Arts
Trust Limited**

**Statement of Financial Activities
for the Year Ended 31 March 2017**

	Notes	Unrestricted fund £	Restricted fund £	31.3.17 Total funds £	31.3.16 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income		409	25,000	25,409	14,018
Incoming resources from charitable activities					
Hire and performance		36,102	-	36,102	20,461
Total incoming resources		<u>36,511</u>	<u>25,000</u>	<u>61,511</u>	<u>34,479</u>
 RESOURCES EXPENDED					
Charitable activities					
Hire and performance		34,264	4,014	38,278	27,923
Governance costs		769	19,586	20,355	5,793
Total resources expended		<u>35,033</u>	<u>23,600</u>	<u>58,633</u>	<u>33,716</u>
 NET INCOMING RESOURCES BEFORE TRANSFERS					
		1,478	1,400	2,878	763
Gross transfers between funds	5	1,400	(1,400)	-	-
Net incoming/(outgoing) resources		2,878	-	2,878	763
 RECONCILIATION OF FUNDS					
Total funds brought forward		(1,203)	-	(1,203)	(1,966)
TOTAL FUNDS CARRIED FORWARD		<u>1,675</u>	<u>-</u>	<u>1,675</u>	<u>(1,203)</u>

The notes form part of these financial statements

**Duncan Mackinnon Music And Arts
Trust Limited**

**Balance Sheet
At 31 March 2017**

	Notes	Unrestricted fund £	Restricted fund £	31.3.17 Total funds £	31.3.16 Total funds £
CURRENT ASSETS					
Debtors	3	1,117	-	1,117	1,024
Cash at bank and in hand		3,051	-	3,051	2,508
		<u>4,168</u>	<u>-</u>	<u>4,168</u>	<u>3,532</u>
CREDITORS					
Amounts falling due within one year	4	(2,493)	-	(2,493)	(4,735)
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CURRENT ASSETS/(LIABILITIES)		<u>1,675</u>	<u>-</u>	<u>1,675</u>	<u>(1,203)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,675	-	1,675	(1,203)
		<u>1,675</u>	<u>-</u>	<u>1,675</u>	<u>(1,203)</u>
NET ASSETS/(LIABILITIES)		<u>1,675</u>	<u>-</u>	<u>1,675</u>	<u>(1,203)</u>
FUNDS					
Unrestricted funds	5			1,675	(1,203)
Restricted funds				-	-
TOTAL FUNDS				<u>1,675</u>	<u>(1,203)</u>

The notes form part of these financial statements

**Duncan Mackinnon Music And Arts
Trust Limited**

**Balance Sheet - continued
At 31 March 2017**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2017.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2017 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 small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Board of Trustees on 23 December 2017 and were signed on its behalf by:



L Reid -Trustee

**Duncan Mackinnon Music And Arts
Trust Limited**

**Notes to the Financial Statements
for the Year Ended 31 March 2017**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended

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.

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.

2. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2017 nor for the year ended 31 March 2016.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2017 nor for the year ended 31 March 2016.

3. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.17	31.3.16
	£	£
Other debtors	1,117	1,024
	<u> </u>	<u> </u>

**Duncan Mackinnon Music And Arts
Trust Limited**

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2017**

4. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.17	31.3.16
	£	£
Other creditors	2,493	4,735
	<u> </u>	<u> </u>

5. MOVEMENT IN FUNDS

	At 1.4.16	Net movement in funds	Transfers between funds	At 31.3.17
	£	£	£	£
Unrestricted funds				
General fund	(1,203)	1,478	1,400	1,675
Restricted funds				
Restricted fund	-	1,400	(1,400)	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>(1,203)</u>	<u>2,878</u>	<u>-</u>	<u>1,675</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	36,511	(35,033)	1,478
Restricted funds			
Restricted fund	25,000	(23,600)	1,400
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS	<u>61,511</u>	<u>(58,633)</u>	<u>2,878</u>

**Duncan Mackinnon Music And Arts
Trust Limited**

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2017**

	31.3.17	31.3.16
	£	£
INCOMING RESOURCES		
Voluntary income		
Donations	25,409	14,018
Incoming resources from charitable activities		
Hire income	10,296	10,163
Performance and ancillary income	25,806	10,298
	<u>36,102</u>	<u>20,461</u>
Total incoming resources	61,511	34,479
 RESOURCES EXPENDED		
Charitable activities		
Marketing	373	1,884
Equipment	5,232	6,940
Performance fees	9,426	3,401
Bar costs	6,978	2,816
Licencing	1,699	1,317
	<u>23,708</u>	<u>16,358</u>
 Governance costs		
Independent examiner's fees	769	648
Consultancy fees	19,586	5,132
Other fees	-	13
	<u>20,355</u>	<u>5,793</u>
 Support costs		
Management		
Rates and water	-	334
Insurance	1,598	2,263
Light and heat	8,521	4,645
Telephone	708	411
Postage and stationery	131	48
Repairs and maintenance	1,794	2,829
Travel	204	103
Carried forward	12,956	10,633

This page does not form part of the statutory financial statements

**Duncan Mackinnon Music And Arts
Trust Limited**

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2017**

	31.3.17	31.3.16
	£	£
Management		
Brought forward	12,956	10,633
Catering and hospitality	1,501	761
	<u>14,457</u>	<u>11,394</u>
Finance		
Bank charges	113	171
	<u>58,633</u>	<u>33,716</u>
Total resources expended		
	<u>2,878</u>	<u>763</u>
Net income		

This page does not form part of the statutory financial statements