

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

**Report of the Trustees and**  
**Unaudited Financial Statements for the Year Ended 31 March 2020**  
**for**  
**Duncan Mackinnon Music And Arts**  
**Trust Limited**

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

**Duncan Mackinnon Music And Arts  
Trust Limited**

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for the Year Ended 31 March 2020**

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**Duncan Mackinnon Music And Arts  
Trust Limited**

**Report of the Trustees  
for the Year Ended 31 March 2020**

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 2020. 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**

The Trustees received support from the Scottish Government's Strengthening Communities Programme for capital, support and staffing cost. Income from grants has allowed charitable activities to increase and for continuing maintenance and improvements to a historic building. The Trustees continue to build links with the local community and has a broadening client base. The frequency and variety of events and private hires continues to increase. The charity 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.

**Duncan Mackinnon Music And Arts  
Trust Limited**

**Report of the Trustees  
for the Year Ended 31 March 2020**

**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 (appointed 3.8.20)  
M Jeffrey (appointed 3.8.20)

**Company Secretary**

I Coltman

**Independent Examiner**

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

Approved by order of the board of trustees on 15 January 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 2020 set out on pages four to twelve.

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

15 January 2021

**Duncan Mackinnon Music And Arts  
Trust Limited**

**Statement of Financial Activities  
for the Year Ended 31 March 2020**

	Notes	Unrestricted fund £	Restricted fund £	31.3.20 Total funds £	31.3.19 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies		678	15,000	15,678	29,320
<b>Charitable activities</b>					
Hire and performance		126,804	-	126,804	77,102
<b>Total</b>		<u>127,482</u>	<u>15,000</u>	<u>142,482</u>	<u>106,422</u>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>					
Hire and performance		125,172	18,807	143,979	56,868
Other		5,886	-	5,886	54,060
<b>Total</b>		<u>131,058</u>	<u>18,807</u>	<u>149,865</u>	<u>110,928</u>
<b>NET INCOME/(EXPENDITURE)</b>		<u>(3,576)</u>	<u>(3,807)</u>	<u>(7,383)</u>	<u>(4,506)</u>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		4,660	9,352	14,012	18,518
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>1,084</u></u>	<u><u>5,545</u></u>	<u><u>6,629</u></u>	<u><u>14,012</u></u>

The notes form part of these financial statements

**Duncan Mackinnon Music And Arts  
Trust Limited**

**Balance Sheet  
31 March 2020**

	Notes	Unrestricted fund £	Restricted fund £	31.3.20 Total funds £	31.3.19 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	5	2,170	5,545	7,715	11,498
<b>CURRENT ASSETS</b>					
Stocks	6	426	-	426	779
Debtors	7	2,400	-	2,400	1,577
Cash at bank and in hand		3,411	-	3,411	9,208
		<u>6,237</u>	<u>-</u>	<u>6,237</u>	<u>11,564</u>
<b>CREDITORS</b>					
Amounts falling due within one year	8	(7,323)	-	(7,323)	(9,050)
		<u>(1,086)</u>	<u>-</u>	<u>(1,086)</u>	<u>2,514</u>
<b>NET CURRENT ASSETS</b>					
		<u>(1,086)</u>	<u>-</u>	<u>(1,086)</u>	<u>2,514</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
		<u>1,084</u>	<u>5,545</u>	<u>6,629</u>	<u>14,012</u>
<b>NET ASSETS</b>					
		<u>1,084</u>	<u>5,545</u>	<u>6,629</u>	<u>14,012</u>
<b>FUNDS</b>					
	9			1,084	4,660
Unrestricted funds				5,545	9,352
Restricted funds				<u>6,629</u>	<u>14,012</u>
<b>TOTAL FUNDS</b>					
				<u>6,629</u>	<u>14,012</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 in accordance with Section 476 of the Companies Act 2006.

**Duncan Mackinnon Music And Arts  
Trust Limited**

**Balance Sheet - continued  
31 March 2020**

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 15 January 2021 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 2020**

**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.

**Duncan Mackinnon Music And Arts  
Trust Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2020**

**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):

	31.3.20	31.3.19
	£	£
Depreciation - owned assets	4,483	4,345
	<u>          </u>	<u>          </u>

**3. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2020 nor for the year ended 31 March 2019.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2020 nor for the year ended 31 March 2019.

**4. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted fund £	Restricted fund £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	6,320	23,000	29,320
<b>Charitable activities</b>			
Hire and performance	77,102	-	77,102
<b>Total</b>	<u>83,422</u>	<u>23,000</u>	<u>106,422</u>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Hire and performance	56,868	-	56,868
Other	31,060	23,000	54,060
<b>Total</b>	<u>87,928</u>	<u>23,000</u>	<u>110,928</u>

**Duncan Mackinnon Music And Arts  
Trust Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2020**

4. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted fund £	Restricted fund £	Total funds £
	<u>          </u>	<u>          </u>	<u>          </u>
NET INCOME/(EXPENDITURE)	(4,506)	-	(4,506)
Transfers between funds	2,268	(2,268)	-
Net movement in funds	<u>(2,238)</u>	<u>(2,268)</u>	<u>(4,506)</u>
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	6,898	11,620	18,518
	<u>          </u>	<u>          </u>	<u>          </u>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>4,660</u>	<u>9,352</u>	<u>14,012</u>

5. TANGIBLE FIXED ASSETS	Plant and machinery £
<b>COST</b>	
At 1 April 2019	21,721
Additions	700
	<u>          </u>
At 31 March 2020	<u>22,421</u>
<b>DEPRECIATION</b>	
At 1 April 2019	10,223
Charge for year	4,483
	<u>          </u>
At 31 March 2020	<u>14,706</u>
<b>NET BOOK VALUE</b>	
At 31 March 2020	<u>7,715</u>
	<u>          </u>
At 31 March 2019	<u>11,498</u>

**Duncan Mackinnon Music And Arts  
Trust Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2020**

<b>6.</b>	<b>STOCKS</b>		
		31.3.20	31.3.19
		£	£
	Stocks	426	779
		<u>          </u>	<u>          </u>
<b>7.</b>	<b>DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>		
		31.3.20	31.3.19
		£	£
	Other debtors	2,400	1,577
		<u>          </u>	<u>          </u>
<b>8.</b>	<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>		
		31.3.20	31.3.19
		£	£
	Other creditors	7,323	9,050
		<u>          </u>	<u>          </u>
<b>9.</b>	<b>MOVEMENT IN FUNDS</b>		
		Net movement	At
	At 1.4.19	in funds	31.3.20
	£	£	£
	<b>Unrestricted funds</b>		
	General fund	4,660	(3,576)
			1,084
	<b>Restricted funds</b>		
	Restricted fund	9,352	(3,807)
			5,545
	<b>TOTAL FUNDS</b>	<u>14,012</u>	<u>(7,383)</u>
			<u>6,629</u>

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

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

**Duncan Mackinnon Music And Arts  
Trust Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2020**

**9. MOVEMENT IN FUNDS - continued**

**Comparatives for movement in funds**

	At 1.4.18 £	Net movement in funds £	Transfers between funds £	At 31.3.19 £
<b>Unrestricted funds</b>				
General fund	6,898	(4,506)	2,268	4,660
<b>Restricted funds</b>				
Restricted fund	11,620	-	(2,268)	9,352
<b>TOTAL FUNDS</b>	<u>18,518</u>	<u>(4,506)</u>	<u>-</u>	<u>14,012</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	83,422	(87,928)	(4,506)
<b>Restricted funds</b>			
Restricted fund	23,000	(23,000)	-
<b>TOTAL FUNDS</b>	<u>106,422</u>	<u>(110,928)</u>	<u>(4,506)</u>

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

	At 1.4.18 £	Net movement in funds £	Transfers between funds £	At 31.3.20 £
<b>Unrestricted funds</b>				
General fund	6,898	(8,082)	2,268	1,084
<b>Restricted funds</b>				
Restricted fund	11,620	(3,807)	(2,268)	5,545
<b>TOTAL FUNDS</b>	<u>18,518</u>	<u>(11,889)</u>	<u>-</u>	<u>6,629</u>

**Duncan Mackinnon Music And Arts  
Trust Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 March 2020**

**9. 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 £
<b>Unrestricted funds</b>			
General fund	210,904	(218,986)	(8,082)
<b>Restricted funds</b>			
Restricted fund	38,000	(41,807)	(3,807)
<b>TOTAL FUNDS</b>	<u>248,904</u>	<u>(260,793)</u>	<u>(11,889)</u>

**10. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 March 2020.

**Duncan Mackinnon Music And Arts  
Trust Limited**

**Detailed Statement of Financial Activities  
for the Year Ended 31 March 2020**

	31.3.20 £	31.3.19 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	15,678	29,320
<b>Charitable activities</b>		
Hire income	11,861	16,165
Performance and ancillary income	114,943	60,937
	126,804	77,102
<b>Total incoming resources</b>	142,482	106,422
<b>EXPENDITURE</b>		
<b>Charitable activities</b>		
Wages	39,394	-
Social security	8	-
Pensions	790	-
Marketing	336	2,393
Performance fees	48,156	26,056
Bar costs	26,408	16,828
Licencing	2,093	1,441
Other event costs	6,053	5,806
Depreciation of tangible fixed assets	4,484	4,344
	127,722	56,868
<b>Support costs</b>		
<b>Management</b>		
Rates and water	(103)	-
Insurance	1,781	1,739
Light and heat	10,159	8,531
Telephone	1,151	956
Postage and stationery	1,361	403
Repairs and maintenance	5,963	6,391
Travel	266	210
	20,578	18,230

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 2020**

	31.3.20	31.3.19
	£	£
<b>Management</b>		
<b>Finance</b>		
Bank charges	100	100
<b>Governance costs</b>		
Independent examiner's fees	1,452	720
Other fees	13	13
Consultancy fees	-	34,997
	<u>1,465</u>	<u>35,730</u>
Total resources expended	<u>149,865</u>	<u>110,928</u>
<b>Net expenditure</b>	<u><u>(7,383)</u></u>	<u><u>(4,506)</u></u>

This page does not form part of the statutory financial statements