

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

**Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2023
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**

**Contents of the Financial Statements
for the Year Ended 31 March 2023**

	Page
Report of the Trustees	1 to 3
Independent Examiner's Report	4 to 5
Statement of Financial Activities	6
Balance Sheet	7 to 8
Notes to the Financial Statements	9 to 16
Detailed Statement of Financial Activities	17 to 18

Duncan Mackinnon Music And Arts Trust Limited

Report of the Trustees for the Year Ended 31 March 2023

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 2023. 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

During the reporting year the charitable company continued to rebuild operating activity, returning to pre-pandemic levels. Performances and private hires increased during the reporting year. The charitable company increased the number of permanent employees from two to four and is committed to paying the real living wage. This increases charitable the company's capability and capacity in marketing the business and brings administrative efficiencies. The charitable company has taken steps to increase community outreach and the engagement of volunteers. Funding was secured from a number of grant-awarding bodies to help the company support the creative arts sector and to make improvements to the building infrastructure.

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 2023**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

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

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
I Coltman Civil Servant
M Jeffrey Vice Principal (resigned 31.7.23)
S Gordon (appointed 31.7.23)
Ms C McGill (appointed 31.7.23)
E Pinder (appointed 31.7.23)
M Robertson (appointed 31.7.23)

Company Secretary

I Coltman

Independent Examiner

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

Approved by order of the board of trustees on 30 January 2024 and signed on its behalf by:



**Duncan Mackinnon Music And Arts
Trust Limited**

**Report of the Trustees
for the Year Ended 31 March 2023**

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 2023 set out on pages six to sixteen.

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 Report to the Trustees of
Duncan Mackinnon Music And Arts
Trust Limited**

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
The Institute of Chartered Accountants in England and Wales

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

30 January 2024

**Duncan Mackinnon Music And Arts
Trust Limited**

**Statement of Financial Activities
for the Year Ended 31 March 2023**

	Notes	Unrestricted fund £	Restricted funds £	31.3.23 Total funds £	31.3.22 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		673	-	673	665
Charitable activities					
Hire and performance		181,635	47,787	229,422	145,107
Total		<u>182,308</u>	<u>47,787</u>	<u>230,095</u>	<u>145,772</u>
EXPENDITURE ON					
Charitable activities					
Hire and performance		171,745	34,560	206,305	117,978
Other		31,696	-	31,696	25,383
Total		<u>203,441</u>	<u>34,560</u>	<u>238,001</u>	<u>143,361</u>
NET INCOME/(EXPENDITURE)					
Transfers between funds	10	(21,133) <u>5,073</u>	13,227 <u>(5,073)</u>	(7,906) <u>-</u>	2,411 <u>-</u>
Net movement in funds		(16,060)	8,154	(7,906)	2,411
RECONCILIATION OF FUNDS					
Total funds brought forward		73,735	1,308	75,043	72,632
TOTAL FUNDS CARRIED FORWARD					
		<u>57,675</u>	<u>9,462</u>	<u>67,137</u>	<u>75,043</u>

The notes form part of these financial statements

**Duncan Mackinnon Music And Arts
Trust Limited**

**Balance Sheet
31 March 2023**

	Notes	Unrestricted fund £	Restricted funds £	31.3.23 Total funds £	31.3.22 Total funds £
FIXED ASSETS					
Tangible assets	6	10,806	7,855	18,661	16,541
CURRENT ASSETS					
Stocks	7	1,591	-	1,591	1,170
Debtors	8	2,030	1,607	3,637	1,988
Cash at bank and in hand		45,747	-	45,747	57,462
		<u>49,368</u>	<u>1,607</u>	<u>50,975</u>	<u>60,620</u>
CREDITORS					
Amounts falling due within one year	9	(2,499)	-	(2,499)	(2,118)
		<u>46,869</u>	<u>1,607</u>	<u>48,476</u>	<u>58,502</u>
NET CURRENT ASSETS					
		<u>57,675</u>	<u>9,462</u>	<u>67,137</u>	<u>75,043</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>57,675</u>	<u>9,462</u>	<u>67,137</u>	<u>75,043</u>
NET ASSETS					
		<u>57,675</u>	<u>9,462</u>	<u>67,137</u>	<u>75,043</u>
FUNDS					
	10			57,675	73,735
Unrestricted funds				9,462	1,308
Restricted funds				<u>67,137</u>	<u>75,043</u>
TOTAL FUNDS					
				<u>67,137</u>	<u>75,043</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2023 in accordance with Section 476 of the Companies Act 2006.

The notes form part of these financial statements

**Duncan Mackinnon Music And Arts
Trust Limited**

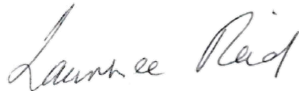
**Balance Sheet - continued
31 March 2023**

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 30 January 2024 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 2023**

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.

Plant and machinery - 20% on cost

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.

**Duncan Mackinnon Music And Arts
Trust Limited**

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

1. ACCOUNTING POLICIES - continued

Fund accounting

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.

2. NET INCOME/(EXPENDITURE)

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

	31.3.23	31.3.22
	£	£
Depreciation - owned assets	7,909	6,466
	<u> </u>	<u> </u>

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

4. STAFF COSTS

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

	31.3.23	31.3.22
Support staff	4	2
	<u> </u>	<u> </u>

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

**Duncan Mackinnon Music And Arts
Trust Limited**

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	665	-	665
Charitable activities			
Hire and performance	145,107	-	145,107
Total	<u>145,772</u>	<u>-</u>	<u>145,772</u>
EXPENDITURE ON			
Charitable activities			
Hire and performance	110,441	7,537	117,978
Other	25,383	-	25,383
Total	<u>135,824</u>	<u>7,537</u>	<u>143,361</u>
NET INCOME/(EXPENDITURE)	9,948	(7,537)	2,411
RECONCILIATION OF FUNDS			
Total funds brought forward	63,787	8,845	72,632
TOTAL FUNDS CARRIED FORWARD	<u><u>73,735</u></u>	<u><u>1,308</u></u>	<u><u>75,043</u></u>

**Duncan Mackinnon Music And Arts
Trust Limited**

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

6. TANGIBLE FIXED ASSETS

		Plant and machinery £
COST		
At 1 April 2022		42,856
Additions		10,029
		<hr/>
At 31 March 2023		52,885
		<hr/>
DEPRECIATION		
At 1 April 2022		26,315
Charge for year		7,909
		<hr/>
At 31 March 2023		34,224
		<hr/>
NET BOOK VALUE		
At 31 March 2023		18,661
		<hr/> <hr/>
At 31 March 2022		16,541
		<hr/> <hr/>

7. STOCKS

	31.3.23	31.3.22
	£	£
Stocks	1,591	1,170
	<hr/>	<hr/>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23	31.3.22
	£	£
Trade debtors	1,555	1,751
Other debtors	2,082	237
	<hr/>	<hr/>
	3,637	1,988
	<hr/> <hr/>	<hr/> <hr/>

**Duncan Mackinnon Music And Arts
Trust Limited**

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23	31.3.22
	£	£
Other creditors	2,499	2,118
	<u>2,499</u>	<u>2,118</u>

10. MOVEMENT IN FUNDS

	At 1.4.22	Net movement in funds	Transfers between funds	At 31.3.23
	£	£	£	£
Unrestricted funds				
General fund	73,735	(21,133)	5,073	57,675
Restricted funds				
Restricted fund	1,308	(1,308)	-	-
SOSE	-	9,462	-	9,462
Creative Scotland	-	5,073	(5,073)	-
	<u>1,308</u>	<u>13,227</u>	<u>(5,073)</u>	<u>9,462</u>
TOTAL FUNDS	<u>75,043</u>	<u>(7,906)</u>	<u>-</u>	<u>67,137</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	182,308	(203,441)	(21,133)
Restricted funds			
Restricted fund	-	(1,308)	(1,308)
SOSE	12,946	(3,484)	9,462
Creative Scotland	34,841	(29,768)	5,073
	<u>47,787</u>	<u>(34,560)</u>	<u>13,227</u>
TOTAL FUNDS	<u>230,095</u>	<u>(238,001)</u>	<u>(7,906)</u>

**Duncan Mackinnon Music And Arts
Trust Limited**

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

10. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	63,787	9,948	73,735
Restricted funds			
Restricted fund	3,010	(1,702)	1,308
William Grant Foundation	5,835	(5,835)	-
	<u>8,845</u>	<u>(7,537)</u>	<u>1,308</u>
TOTAL FUNDS	<u>72,632</u>	<u>2,411</u>	<u>75,043</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	145,772	(135,824)	9,948
Restricted funds			
Restricted fund	-	(1,702)	(1,702)
William Grant Foundation	-	(5,835)	(5,835)
	<u>-</u>	<u>(7,537)</u>	<u>(7,537)</u>
TOTAL FUNDS	<u>145,772</u>	<u>(143,361)</u>	<u>2,411</u>

**Duncan Mackinnon Music And Arts
Trust Limited**

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

10. MOVEMENT IN FUNDS - continued

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

	At 1.4.21 £	Net movement in funds £	Transfers between funds £	At 31.3.23 £
Unrestricted funds				
General fund	63,787	(11,185)	5,073	57,675
Restricted funds				
Restricted fund	3,010	(3,010)	-	-
William Grant Foundation	5,835	(5,835)	-	-
SOSE	-	9,462	-	9,462
Creative Scotland	-	5,073	(5,073)	-
	<u>8,845</u>	<u>5,690</u>	<u>(5,073)</u>	<u>9,462</u>
TOTAL FUNDS	<u><u>72,632</u></u>	<u><u>(5,495)</u></u>	<u><u>-</u></u>	<u><u>67,137</u></u>

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	328,080	(339,265)	(11,185)
Restricted funds			
Restricted fund	-	(3,010)	(3,010)
William Grant Foundation	-	(5,835)	(5,835)
SOSE	12,946	(3,484)	9,462
Creative Scotland	34,841	(29,768)	5,073
	<u>47,787</u>	<u>(42,097)</u>	<u>5,690</u>
TOTAL FUNDS	<u><u>375,867</u></u>	<u><u>(381,362)</u></u>	<u><u>(5,495)</u></u>

The charitable company received a grant of £7,000 from William Grant Foundation in the year ended 31 March 2021. The grant was 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 ended 31 March 2021, whilst the remaining £5835 was utilised in the year ended 31 March 2022.

**Duncan Mackinnon Music And Arts
Trust Limited**

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

11. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2023.

**Duncan Mackinnon Music And Arts
Trust Limited**

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2023**

	31.3.23 £	31.3.22 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	673	665
Charitable activities		
Hire income	22,825	8,438
Performance and ancillary income	156,310	60,435
Grants	50,287	76,234
	229,422	145,107
Total incoming resources	230,095	145,772
EXPENDITURE		
Charitable activities		
Wages	69,048	47,839
Pensions	1,293	1,060
Marketing	1,192	136
Performance fees	75,799	27,120
Bar costs	29,243	11,452
Licencing	2,350	1,486
Other event costs	17,987	22,419
Depreciation of tangible fixed assets	7,910	6,466
	204,822	117,978
Support costs		
Management		
Insurance	2,196	1,936
Light and heat	14,869	5,156
Telephone	952	772
Office and IT costs	2,020	3,025
Repairs and maintenance	9,349	12,597
Travel	1,118	105
	30,504	23,591

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 2023**

	31.3.23	31.3.22
	£	£
Management Finance		
Bank charges	501	100
Governance costs		
Independent examiner's fees	1,070	900
Bookkeeping fees	824	792
Consultancy fees	280	-
	<u>2,174</u>	<u>1,692</u>
Total resources expended	<u>238,001</u>	<u>143,361</u>
Net (expenditure)/income	<u>(7,906)</u>	<u>2,411</u>

This page does not form part of the statutory financial statements