

REGISTERED COMPANY NUMBER: SC037018 (Scotland)
REGISTERED CHARITY NUMBER: SC292902

TIREE COMMUNITY DEVELOPMENT TRUST
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

TIREE COMMUNITY DEVELOPMENT TRUST

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FOR THE YEAR ENDED 31 DECEMBER 2022**

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TIREE COMMUNITY DEVELOPMENT TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

The Trustees who are also considered directors of the charity for the purposes of the Companies Act 2006, present their annual report together with the audited financial statements of the Charity for the 1 January 2022 to 31 December 2022.

The Annual Report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual Report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019)

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity is constituted as a company limited by guarantee and is governed in accordance with its Memorandum & Articles of Association. Membership of the Trust is open to any individual over the age of 16 who has their main residence on the Isle of Tiree. Members pay a lifetime subscription of £1 and have the right to attend the annual general meeting and to elect the directors of the Trust.

The directors of the Trust are elected each year by the membership and hold regular meetings to carry out the overall supervision of the activities of the company, including monitoring the financial position and providing strategic direction on projects. A maximum of twelve directors may serve at any one time, of which no more than three should be co-opted. There must be a minimum of three directors on the Board, and elected directors must be members of the company. One third of the directors retire at the annual general meeting each year.

Co-opted directors are those appointed to the Board by the directors on the basis that they have specialist skills or experience which will assist the successful operation of the company. All such directors retire from the Board at the annual general meeting but are then eligible for re-appointment.

Work began in 2022 to develop an updated set of Articles of Association for the Trust, to bring them up to date with recent changes in legislation, bring them up to the standard required for registration and a community body for the purposes of community "right to buy" legislation, and to explicitly add provision of housing to our charitable aims. This work is expected to be completed, submitted for OSCR and Scottish Government approval and then put to a general meeting for adoption in 2023.

As of the end of 2022 there were 11 members of Staff, including an admin team of 4 (General Manager, Operations and Office Manager, Finance and Admin Officer and Operations Assistant), 5 project staff (2 x Community Projects Officers, Sustainable Tourism and Comms Officer, Youth Activities Officer and Tiree Ranger), and 2 Community Support Workers on a short term contract. The staff are supported by the Directors and in some cases, project steering groups or working groups with wider membership. The General Manager oversees the day-to-day operations of the Trust, managing and leading the staff and acts as Company Secretary and (non-voting) advisor to the Board.

TIREE COMMUNITY DEVELOPMENT TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

OBJECTIVES AND ACTIVITIES

Objects & Purposes of the Charity

The objects of the charity are the promotion, for the public benefit, of rural regeneration within the Isle of Tiree by a variety of means, including promoting and assisting business development, education, training, public amenities and housing, and working for the protection and conservation of both the natural environment and the historical and cultural fabric of the island.

Strategic Plan & Measuring Progress

In 2022 the Trust carried out a thorough community consultation which led to the writing of a new Community Development Plan for 2023-2028 – which was completed and signed off by the Board before year end. The new Plan supersedes the Community Growth Plan referred to in previous annual reports and contains an account of the new priority work areas for the group moving forward over the next five years.

The above work also included a process of reviewing the delivery of the previous Community Growth Plan. Many objectives were delivered – some were abandoned due to shifts in priorities and external circumstances, and some remained ongoing at the time of agreement of the new Plan and were referenced or incorporated into the new Plan (such as the construction of Business Units, and taking forward housing work).

Notable project work achievements during 2022 included:

- Community consultation and completion of the Community Development Plan 2023-2028
- Final completion of the new community filling station, and commencement of operation under Trust staffing.
- Procurement via Public Contracts Scotland of a “Design Team Framework” of three architect-led design teams who the Trust (and other island trusts, with our agreement) could use to take forward major capital projects
- Successful stage 2 funding applications to take forward construction of the planned light commercial business units, and initiation of the project, with design and planning applications completed by year end.
- Consultancy support put in place resulting in the development of a “Strategic Framework for Sustainable Tourism in Tiree”
- Carrying out of a consultancy piece to explore “Innovative Island Housing Solutions” – which is leading to ongoing development of a pilot project in 2023.
- Commissioned a Housing Needs and Demand Analysis update to be carried out in early 2023, as a first step towards taking community housing development in an identified site in Scarinish zoned for housing.
- Acquisition of a new EV community minibus, and rapid EV chargers intended for the new filling station and the planned business units. Two smaller fast charging units also installed outside our office.
- Commission a scoping study by Community Energy Scotland into potential renewable energy projects and energy efficiency projects – leading to identified priorities to take forward more detailed feasibility work.
- Consulted upon and agreed a new approach to Gaelic development work, to be taken forward in 2023.
- In response to the urgent cost of living pressures affecting large portions of the Tiree community, a new community support project (“Cruas”) was developed and pilot funding secured – starting in September. This delivered rapid-response winter energy costs grants to those experiencing energy poverty.
- Secured funding for a childcare feasibility study
- Secured a further two years of funding support for the Tiree Ranger service until 2024
- Improved risk assessment and checking procedures for the two community owned harbours, and developed new Marine Safety Management System and terms and conditions for moorings customers.

TIREE COMMUNITY DEVELOPMENT TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

Key projects which TCDT (and its company Group) will aim to undertake during 2023 are:

- Fund and carry out detailed feasibility analysis for the identified priority project opportunities identified in the renewables/energy efficiency scoping studies
- Completion of the construction of the Business Units in Crossapol
- Work towards the production of a longer term housing strategy for the Trust, and Tiree (in discussion with Argyll and Bute Council and other key housing partners)
- Apply for feasibility funding for taking forward design and planning process Scarinish housing project
- Develop pilot of Innovative Island Housing Solutions project, for discussion with More Homes (Scottish Government), with HIE support
- Build upon the pilot of the Cruas community support project, to establish a longer term intervention to support transition to more energy efficiency in Tiree housing and greater access to funding and information support by Tiree residents
- Take forward childcare feasibility study, and develop an action plan to address the critical lack of flexible childcare options in Tiree
- Develop a project to explore adaptation projects to protect Tiree from impacts of climate change
- Fund and recruit new Gaelic Development capacity to take forward our Gaelic Development Plan

ONGOING SERVICE ACHIEVEMENTS AND PERFORMANCE

COVID-19 impact on the Trust

2022 saw the resumption of staffing presence in the Trust Office, and the opening of a public visitor centre and reception area, incorporating the “Ranger Shop” selling Tiree postcards and information books for the benefit of funding the Ranger Service, and provision of tourist information. Thanks to funding from the Business Ventilation Scheme, the Trust acquired four HEPA-grade air filtration units to improve air quality and reduce infection risk within the office space, meeting space and for use during community events such as the consultation events for the creation of the new Community Development Plan.

Youth Work

2022 saw us return completely to a normal pre covid timetable of activity and it was great to see our young people return to these groups with such enthusiasm. Most satisfying was seeing our volunteers being so happy to return to sessions.

We saw a regular attendance of around 110-120 children benefiting from Youth Work on Tiree during 2022, with activities ranging from Sci Fi Clubs to Football and Sports Sessions. We have also supported various groups from the local golf club to the local pipe band and music club.

Gaelic Development

Unfortunately we lost our Gaelic Development Officer in the first half of the year, meaning that most activities had to be put on hold beyond some general communications work incorporating Gaelic into wider Trust messaging. Some community discussion was organised as part of our wider development of the new Community Development Plan on the direction of Gaelic development work in Tiree – this led to an agreed increase in ambition which was to be taken forward in funding applications with a view to increasing staffing and integration of Gaelic work with the wider activities of the Trust. We also participating in an event arranged by Community Land Scotland to discuss Gaelic development projects in communities that took place in Raasay. We will be seeking to replace the staff capacity in early 2023.

TREE COMMUNITY DEVELOPMENT TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

Nàdair Thiriodh – Tìree Ranger Service

2022 was another incredibly busy season for the Ranger Service, a knock on of the Covid effect that has been seen across the island. The Croft Camping Scheme still received a 2 and a half increase in bookings compared to pre-covid numbers. 2022 saw 1336 nights with 276 campers. As with the previous year, croft site users were met at the pier as were other visitors to the island and the Ranger van established as an information point during boat time. Other Ranger activities saw an increase with 48 walks delivered. Volunteering opportunities were available across a wide range of activities including maintenance, scientific research and surveying. 20 individuals contributed 475.5 hours of volunteer time. Less people than the previous year but almost the same number of hours. Ranger support was given to various organisations including SMASS, Tìree Primary and High School & their DOE programme, Tìree Ultra, Cùram and to other organisations/groups throughout the year. Regular Surveys were carried out for Bumblebee Conservation Trust and Butterfly Conservation Trust as well as the RSPB's Beached Bird Survey but unfortunately any seabird ringing was banned due to the presence of HPAI (bird flu) in the seabird colonies in the UK. The Beach Wheelchairs were as always well utilised by visitors and locals alike with the new wheelchair allowing for no-one to miss out. Social media was a great tool in getting out Ranger information and promoting the SOAC and the goings on in Tìree. The Ranger Service also started work in the winter period on the reproduction of the popular Tìree Walks Book after the initial publication from 6 years previously had almost sold out to raise funds for the service. Through various activities, sales and donations the Ranger Service brought in £9640.50 in 2022.

Tìree Renewable Energy Ltd (TREL)

TREL is a wholly owned trading subsidiary of the Trust with an independent board of directors which includes two Trust directors. TREL owns and operates the community wind turbine 'Tilley'.

2022 saw a number of challenges to maintaining steady generation, with a fault in local power regulation equipment having a significant impact, and delays to repair team arrivals due to ferry capacity. The former was fully resolved by SSEN, and the latter is a subject of ongoing discussion and improvement by our maintenance provider, including exploration of establishing a local equipment and spares store to allow engineer team visits via the Glasgow plane rather than by van and ferry. These issues aside, the major repair to the turbine settled in and Tilley has been generating well – resulting in a much awaited resumption of income to the group. Careful consideration is being given to long-term financial planning and contingencies now that we are no longer able to obtain business interruption cover for the turbine, and given the reality that the asset will have not have an unlimited lifetime. With this in mind, a goal was agreed to carry out a scoping study to identify potential future energy projects that could allow TREL to maximise the benefit of the existing assets, as well as potentially diversify into new generation.

Tìree Broadband

Community Information Technology Ltd (trading as Tìree Broadband) is also a wholly owned trading subsidiary of the Trust with an independent board of directors. Tìree Broadband operates a wireless radio network, which continued to deliver broadband to approximately 270 private and business customers. The network infrastructure was maintained and replaced as required throughout the year. Tìree Broadband had explored participating in the “R100” Superfast Broadband scheme being funded by Scottish Government, potentially offering higher speed connections in exchange for access to this funding. Unfortunately due to continued refusal to offer the required upgrades to our own connection infrastructure this eventually had to be abandoned. The service has closed to most new applications, with only limited exceptions, and is essentially operating on a steady state basis while we await the outcome of the ongoing “R100” upgrade programme and the extent to which Tìree is full covered by it.

Tìree Community Maritime Assets Ltd (TCMAL)

TCMAL is also a wholly owned subsidiary of the Trust, whose remit is to own & operate Milton and Scarinish Harbours and manage the moorings in Gott Bay.

Scarinish Harbour continues to provide a much-used base for boat-based tourism as well as fishing and leisure craft use, with a fully subscribed list of moorings users. During 2022 a lot of work went into developing a more comprehensive Marine Safety Management System and terms and conditions for users.

TIREE COMMUNITY DEVELOPMENT TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

Tiree Community Maritime Assets Ltd (TCMAL) (continued)

Milton Harbour continued to deliver strongly on its objectives to secure the future of the Tiree fishing industry, providing a far safer, more practical facility from which they can operate. Feedback from operators continues to be overwhelmingly positive. Safety and signage improvements were implemented in 2022 as well as remedial work to improve the resilience to weather of one of the main sliding doors of the facility.

Tiree Community Enterprises Ltd (TCEL)

The newest subsidiary to be established within the Group completed construction on its first major project in 2022, with the opening of the new community filling station at the end of July. Although well behind schedule, the new station was constructed to spec, offering Tiree a greatly improved service with longer opening hours, greater resilience and higher stock capacity. Following an initial teething and settling in period the station established solid service delivery and local residents soon learned the ways of the new “pay-at-pump” facility. Addition of the rapid EV charging point was anticipated shortly after the end of 2022.

Meanwhile, strong progress was made in the next TCEL project, construction of four light commercial business units. Funding was successfully secured for the project, and an architect appointed to take forward the design and planning process. By the end of 2022 community consultation had been carried out, a specification agreed, and the planning application had been submitted and preparations were under way to procure the construction contract.

FINANCIAL REVIEW

Principal risks and uncertainties

The directors examined the charity's exposure to strategic, financial, business and operational risks at regular directors meetings held monthly. The directors are satisfied that adequate systems and procedures are in place. Risk mitigation and any changes to the identified risks are recorded in the minutes of the Board meetings.

Key risks for the organisation

The directors will review strategic risk annually and keep a record of the key risks and plans to mitigate these. Key risks to the charity include:

- Reliance on TREL (from the community wind turbine) as main source of income.
- Capacity to deliver and sustain multiple large projects (especially in light of the need to build up increased reserves to self-insure the turbine)
- Additional, particularly unexpected, activities putting strain on funding and resources.

TIREE COMMUNITY DEVELOPMENT TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

General comments on financial outlook

Under the Statement of Recommended Practice (SORP) for charity accounts, income is reported in the year it is received whilst expenditure may be reported in future years. As a result, funds may be carried forward to future years and expenditure in those years made from those funds may exceed the income for the year.

The main source of income is from a wind turbine operated by Tiree Renewable Energy Ltd, a wholly owned trading subsidiary of the charity. Additionally, grants are sought for projects and in 2022 we were very fortunate to have support from the Big Lottery Fund Young Start Fund, NatureScot (Ranger Service), Highlands and Islands Enterprise (Project co-ordination/development resource, and towards the Community Filling Station), Big Lottery Fund also contributed to the Filling Station project, Bòrd na Gàidhlig (Gaelic Development), Community Land Scotland (Gaelic), Argyll and Bute Council and the Rural and Island Communities Ideas into Action Fund (Cruas project).

Going Concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, the trustees continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

Reserves Policy

The policy of the Trust is to retain sufficient reserves to meet the cost of salaries, insurances, and other regular commitments, as well as a contingency to enable it to continue to develop further projects.

The Trustees have resolved to maintain free unrestricted funds suitable to support a transitional period of 12 months essential operations, in order to provide a prudent cushion in the event of adverse impacts to our funding sources.

TIREE COMMUNITY DEVELOPMENT TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022**

Registered Company number

SC037018 (Scotland)

Registered Charity number

SC292902

Registered office

Units 1 & 2
The Island Centre
Crossapol
Isle of Tiree
PA77 6UP

Trustees

E Mackinnon
J Bennett
R Meek
Dr J Bowler
J MacDonald (resigned 22 November 2022)
C Smith (resigned 14 November 2022)
I Smith (resigned 14 November 2022)
C MacDonald (resigned 14 November 2022)
C Coghill (appointed 14 November 2022)
D Campbell (appointed 14 November 2022)
E Kerr (appointed 13 December 2022)
M Finnigan (appointed 13 December 2022)

Company Secretary

Phyl Stuart Meyer

Auditors

Anderson Anderson and Brown Audit LLP
Chartered Accountants
133 Finnieston Street
Glasgow, G3 8HB

Bankers

The Royal Bank of Scotland
Scarinish Branch
Isle of Tiree
PA77 6UH

Solicitors

T C Young
7 West George Street
Glasgow, G2 1BA

TIREE COMMUNITY DEVELOPMENT TRUST

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022**

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Tiree Community Development Trust for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the group and parent charitable company and of their incoming resources and application of resources, including the income and expenditure, of the group and parent charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group and parent charitable company will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the group and parent charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the group and parent charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the group and parent charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Anderson Anderson & Brown Audit LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the Board of Trustees on and signed on its behalf by:

Director

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS AND TRUSTEES OF TIREE COMMUNITY DEVELOPMENT TRUST

Opinion

We have audited the consolidated financial statements of Tiree Community Development Trust Centre for the year ended 31 December 2022 which comprise the Group Income and Expenditure Account, Group Statement of Financial Activities, the Group Balance Sheet, the Parent Balance Sheet, the Group Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the group and charitable company's affairs as at 30 April 2022 and of their incoming resources and application of resources, including their income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the group and charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS AND TRUSTEES OF TIREE COMMUNITY DEVELOPMENT TRUST

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the charitable company has not kept proper and adequate accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group and charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the group and charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations – this responsibility lies with management with the oversight of the Trustees.

Based on our understanding of the Charity and industry, discussions with management and trustees we identified financial reporting standards and Companies Act 2006 and Charity SORP as having a direct effect on the amounts and disclosures in the financial statements.

As part of the engagement team discussion about how and where the Charity's financial statements may be materially misstated due to fraud, we did not identify any areas with an increased risk of fraud.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS AND TRUSTEES OF TIREE COMMUNITY DEVELOPMENT TRUST

Our audit procedures included:

- completing a risk-assessment process during our planning for this audit that specifically considered the risk of fraud;
- enquiry of management about the Charity's policies, procedures and related controls regarding compliance with laws and regulations and if there are any known instances of non-compliance;
- examining supporting documents for all material balances, transactions and disclosures;
- review, where applicable, of the Board of Trustees' minutes;
- enquiry of management, about litigations and claims and inspection of relevant correspondence;
- analytical procedures to identify any unusual or unexpected relationships;
- specific audit testing on and review of areas that could be subject to management override of controls and potential bias, most notably around the key judgments and estimates, including the carrying value of accruals, impairment and the carrying value of land and buildings and the recoverability of trade debtors;
- considering management override of controls outside of the normal operating cycles including testing the appropriateness of journal entries recorded in the general ledger and other adjustments made in the preparation of the financial statements including evaluating the business rationale of significant transactions, outside the normal course of business;

Owing to the inherent limitations of an audit, there is an unavoidable risk that some material misstatements of the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK).

The potential effects of inherent limitations are particularly significant in the case of misstatement resulting from fraud because fraud may involve sophisticated and carefully organized schemes designed to conceal it, including deliberate failure to record transactions, collusion or intentional misrepresentations being made to us.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an Auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Angus McCuaig (Senior Statutory Auditor)

For and on behalf of

Anderson Anderson & Brown Audit LLP

Statutory Auditors

133 Finnieston Street

Glasgow, G3 8HB

Date:

Anderson Anderson & Brown Audit LLP are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

TREE COMMUNITY DEVELOPMENT TRUST

**GROUP STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Notes	Unrestricted Funds £	Restricted Funds £	2022 Total Funds £	As Restated 2021 Total Funds £
Income from:					
Grants, donations & legacies	3	32,534	283,930	316,464	601,120
Income from charitable activities		-	-	-	-
Investment income	4	7,362	-	7,362	6,681
Other income	5	12,395	20,329	32,724	23,979
Subsidiary trading income	6	252,468	766,925	1,019,393	596,735
Total income		304,759	1,071,184	1,375,943	1,228,515
Expenditure on:					
Fundraising & trading		241,559	243,295	484,854	301,047
Charitable activities	7, 8	301,065	269,749	570,814	899,192
Taxation charge	9	-	72,982	72,982	(13,874)
Other expenditure	10	-	-	-	483
Total expenditure		542,624	586,026	1,128,650	1,186,848
Net Income / (Expenditure)		(237,865)	485,158	247,293	41,667
Transfers between funds	23	175,782	(175,782)	-	-
Net movement in funds		(62,083)	309,376	247,293	41,667
Reconciliation of funds:					
Total funds brought forward		199,807	1,558,300	1,758,107	1,716,440
Total funds carried forward		137,724	1,867,676	2,005,400	1,758,107

The Statement of Financial Activities includes all gains and losses recognised in the year.

All income and expenditure derives from continuing activities.

The notes on pages 16 to 37 form part of these financial statements.

TREE COMMUNITY DEVELOPMENT TRUST

**BALANCE SHEET (GROUP)
AT 31 DECEMBER 2022**

	Notes	£	2022 £	As Restated 2021 £
Fixed Assets				
Tangible assets	15		3,218,108	2,994,525
Current assets				
Debtors	17	375,867		773,295
Stocks	18	22,170		-
Cash at bank and in hand		1,117,067		901,551
			<u>1,515,104</u>	<u>1,674,846</u>
Creditors: amounts falling due within one year	19	(233,485)		(677,143)
Net current assets			<u>1,281,619</u>	<u>997,703</u>
Total assets less current liabilities			4,499,727	3,992,228
Creditors: amounts falling due after more than one year	20		(165,025)	(135,630)
Deferred income	22		<u>(2,329,302)</u>	<u>(2,098,501)</u>
Net assets			<u>2,005,400</u>	<u>1,758,107</u>
Funds				
Restricted income funds	25	1,867,676		1,558,300
Unrestricted income funds	25	137,724		199,807
			<u>2,005,400</u>	<u>1,758,107</u>
Total funds			<u>2,005,400</u>	<u>1,758,107</u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

Director
Date:

The notes on pages 16 to 37 form part of these financial statements.

TIREE COMMUNITY DEVELOPMENT TRUST

**BALANCE SHEET (CHARITY)
AT 31 DECEMBER 2022**

	Notes	£	2022 £	£	As Restated 2021 £
Fixed Assets					
Tangible assets	15		246,058		154,102
Investments	16		173,043		284,272
			<u>419,101</u>		<u>438,374</u>
Current assets					
Debtors	17	74,206		228,674	
Cash at bank and in hand		<u>570,064</u>		<u>353,441</u>	
		644,270		582,115	
Creditors: amounts falling due within one year	19	<u>(90,097)</u>		<u>(242,894)</u>	
Net current assets			<u>554,173</u>		<u>339,221</u>
Total assets less current liabilities			<u>973,274</u>		<u>777,595</u>
Net assets			<u>973,274</u>		<u>777,595</u>
Funds					
Restricted income funds	25	294,690		435,962	
Unrestricted income funds	25	<u>678,584</u>		<u>341,633</u>	
Total funds			<u>973,274</u>		<u>777,595</u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:

Director
Date:

The notes on pages 16 to 37 form part of these financial statements.

TIREE COMMUNITY DEVELOPMENT TRUST

**CASH FLOW STATEMENT (GROUP & CHARITY)
AT 31 DECEMBER 2022**

		GROUP	GROUP	CHARITY	CHARITY
		2022	2021	2022	2021
	Notes	£	£	£	£
Cash flows from operating activities					
Net cash used in operating activities	25	535,325	471,861	212,645	(143,279)
Cash flows from investing activities					
Dividends, interests, and rents from investments		7,362	6,681	6,761	6,655
Proceeds from the sale of tangible fixed assets		-	-	-	733
Purchase of tangible fixed assets		(403,379)	(636,190)	(114,012)	(8,668)
Cash receipts from the repayment of advances and loans		76,208	45,873	111,229	64,584
Net cash provided by investing activities		(319,809)	(583,636)	3,978	63,304
Cash flows from financing activities					
Net cash provided by financing activities		-	-	-	-
Change in cash and cash equivalents in the year		215,516	(111,775)	216,623	(79,975)
Cash and cash equivalents at the beginning of the year		901,551	1,013,326	353,441	433,416
Cash and cash equivalents at the end of the year		1,117,067	901,551	570,064	353,441

The notes on pages 16 to 37 form part of these financial statements.

TREE COMMUNITY DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. LEGAL STATUS OF THE CHARITY

The charity is constituted as a company limited by guarantee and is governed in accordance with its Memorandum & Articles of Association. It is registered as a charity with the Office of the Scottish Charity Regulator.

2. ACCOUNTING POLICIES

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Basis of preparing the financial statements

The financial statements of the group and parent charitable company 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.

The financial statements are prepared in sterling, which is the functional currency of the group.

Going concern

Having considered future budgets and cash flows, monthly management accounts and available working capital, the Trustees have a sound expectation the charity has adequate resources to continue in operational existence for the foreseeable future. There are no known material uncertainties and it is therefore appropriate to prepare the financial statements on a going concern basis.

Basis of consolidation

The consolidated accounts incorporate the accounts of the Trust and its subsidiary Tree Renewable Energy Company Limited which now operates a Wind Turbine to generate funds in support of the Trust's objectives. The consolidated accounts also include the results of the subsidiaries Community Information Technology, Tree Community Maritime Assets Ltd, and Tree Community Enterprise Limited. The Trust is exempt from the requirement to present its own income and expenditure accounts. The results of the financial year dealt with in the financial statements of the Trust, are disclosed in the notes to the accounts.

Funds

Unrestricted funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objectives. Unrestricted funds include designated funds where the trustees, at their discretion, have created funds for specific purposes.

Designated funds are unrestricted funds earmarked by the Directors for particular purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed, or through the terms of appeal.

Further details of specific funds are disclosed in note 25.

Income

All income with the exception of capital grants is recognised in the Statement of Financial Activities once the group / parent charity has entitlement to the funds, it is probable that the income will be received, and the amount can be measured reliably.

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.

TIREE COMMUNITY DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

2. ACCOUNTING POLICIES – continued

Income from investments is included in the year in which it is receivable.

Expenditure

Expenditure is recognised when there is a legal or constructive obligation committing the charity to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be reliably measured.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated on an appropriate basis to the various activities of the charity. Where costs cannot be allocated directly, they are apportioned to categories on the basis of a reasonable estimate of the costs.

Fundraising costs include those incurred in seeking voluntary contributions along with the costs incurred by the reading subsidiaries.

Governance costs included those necessary for the board to fulfil its constitutional and statutory obligations and are now included as support costs included in charitable activities.

Support costs are those costs incurred directly in support of expenditure on the projects of the charity and include project management.

Although there are some companies in the group that are registered for VAT, the charity is not registered for VAT and accordingly charitable expenditure includes any VAT which is irrecoverable.

Financial instruments

The group / parent charity only have financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

Tangible fixed assets

Tangible fixed assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

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

Land and buildings	- straight line over 20 or 50 years following year of purchase
Installation & Grid	- 5% straight line
Wind Turbines	- 5% straight line
Motor Vehicle	- 25% straight line
Computer Equipment	-33% straight line

Defined contribution pension schemes

Employees of the charity are entitled to join a defined contribution “money purchase” scheme. The charity contribution is restricted to the contributions disclosed in note 13. There were no outstanding contributions at the year end. The costs of the defined contribution scheme are included in the appropriate cost centres and charged to the relevant fund.

TREE COMMUNITY DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

2. ACCOUNTING POLICIES – continued

Debtors

Debtors control account, other debtors and inter group loans are recognised at the settlement amount due with appropriate allowances for any irrecoverable amounts when there is objective evidence that the asset is impaired.

Cash and cash equivalents

Cash and cash equivalents comprise cash and bank and deposit accounts with a short term of maturity, being twelve months or less, from opening of the deposit or similar account.

Liabilities and Provisions

Provisions are recognised when the entity has an obligation at the reporting date as a result of a past event, it is probable that the entity will be required to transfer economic benefits in settlement and the amount of the obligation can be estimated reliably. Provisions are recognised as a liability in the statement of financial position and the amount of the provision as an expense.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are initially measured at the best estimate of the amount required to settle the obligation at the reporting date and subsequently reviewed at each reporting date and adjusted to reflect the current best estimate of the amount that would be required to settle the obligation. Any adjustments to the amounts previously recognised are recognised in income or expenditure unless the provision was originally recognised as part of the cost of an asset. When a provision is measured at the present value of the amount expected to be required to settle the obligation, the unwinding of the discount is recognised as a finance cost in the statement of financial activities in the period it arises, and is allocated to the appropriate expenditure heading.

Capitalisation of interest

The initial interest accrued on both the loan from Ttree Community Development Trust, and the Co-operative Bank have been capitalised as part of the construction costs of the asset, and continued to be capitalised for the period up to the date when the turbine is commissioned and operational. As part of the interest charged is an intercompany transaction, it is excluded from the consolidated fixed assets balance.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Prior year adjustment

The financial statements have been restated to incorporate the depreciation charge in respect of Improvements to property which was not included in the prior year accounts despite the assets being available for intended use for the full financial year. The total amount of the error is £27,029.

In addition to the above, the financial statements have been restated to incorporate the Deferred Capital Grant release. This is in relation to the assets being available for intended use for the full financial year and therefore a full year's release should be incorporated. The total amount of the error is £27,029.

The accounting impact is that the prior year surplus is unchanged.

The financial statements have been restated to reallocate a balance previously recognised within provisions to creditors. This is only a presentational adjustment and relates to grants which have been committed and therefore should be included within creditors.

TIREE COMMUNITY DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2022

2. ACCOUNTING POLICIES – continued

Current and deferred taxation

The parent charity is exempt from tax on their charitable activities.

The tax expense for the year comprises current and deferred tax for the trading subsidiaries. Tax is recognised in profit or loss except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the balance sheet date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

3. GRANTS, DONATIONS & LEGACIES – GROUP AND CHARITABLE COMPANY

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Donations	663	2,250	2,913	2,405
Subscriptions	10,600	-	10,600	7,580
Highlands & Islands Enterprise	367	37,252	37,619	41,776
Comunn na Gaidhlig/Bord na Gaidhlig	-	6,000	6,000	-
Scottish Natural Heritage	-	16,410	16,410	12,000
Argyll & Bute Council	5,529	-	5,529	-
Island Communities Fund	-	147,322	147,322	-
Other Sundry Grants	15,375	1,375	16,750	21,437
Big Lottery	-	73,321	73,321	515,922
	<u>32,534</u>	<u>283,930</u>	<u>316,464</u>	<u>601,120</u>

All income in this category for the year was received by the parent charity.

4. INVESTMENT INCOME – GROUP AND CHARITABLE COMPANY

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Income from investment properties	6,761	-	6,761	6,655
Bank interest receivable	-	-	-	26
Other interest receivable	601	-	601	-
	<u>7,362</u>	<u>-</u>	<u>7,362</u>	<u>6,681</u>

All income in this category for the year was received by the parent charity.

TREE COMMUNITY DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2022

5. OTHER INCOMING RESOURCES – GROUP AND CHARITABLE COMPANY

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Other income & fees	-	936	936	629
Management charges (DT)	1,200	-	1,200	1,200
Sales & Refunds	11,195	3,467	14,662	4,348
Croft Camping Scheme	-	15,926	15,926	17,802
	<u>12,395</u>	<u>20,329</u>	<u>32,724</u>	<u>23,979</u>

All income in this category for the year was received by the parent charity.

6. TRADING SUBSIDIARIES

The charity controls the companies listed below either by virtue or holding a controlling interest in the equity share capital:

Name of Subsidiary	Country of incorporation	% of equity share capital held
Tiree Renewable Energy Company Limited	Scotland	100
Community Information Technology	Scotland	100
Tiree Community Maritime Assets Ltd	Scotland	100
Tiree Community Enterprise Limited	Scotland	100

Tiree Renewable Energy Company Limited

The company is now operating a wind turbine on the Isle of Tiree in order to generate funds to support the sustainability of the Trusts activities.

The accounts for this company are fully consolidated in the group accounts.

Community Information Technology

In December 2011, 5 ordinary shares representing the whole of the ordinary share capital in the above company were gifted to the trust. The results are now fully consolidated in the group accounts.

Tiree Community Maritime Assets Ltd

The company acquired the harbours of Milton and Scarnish on the Island of Tiree from Argyll Estates towards the end of 2019. The company will maintain and operate the harbours, but substantial repairs and maintenance work was carried out during the initial period and there was little trading income. The results are now fully consolidated in the group accounts

Tiree Community Enterprise Limited

The company completed the construction of a new community filling station in July 2022, to generate funds to support the sustainability of the Trust's activities. The accounts for this company are fully consolidated in the group accounts.

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

7. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

Summary by Fund type

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Core Trust Activities	159,816	30,331	190,147	121,822
Ranger & Access	-	50,464	50,464	52,996
Youth Worker	537	32,800	33,337	30,905
Development / project officers	71,592	40,510	112,102	42,549
Windfall	58,191	-	58,191	117,824
TCEL	-	115,644	115,644	520,506
Support Costs	10,929	-	10,929	12,590
	<u>301,065</u>	<u>269,749</u>	<u>570,814</u>	<u>899,192</u>

8. ANALYSIS OF EXPENDITURE BY ACTIVITIES

	Activities undertaken directly 2022 £	Grant funding of activities 2022 £	Support costs 2022 £	Total Funds 2022 £
Core Trust Activities	190,147	-	-	190,147
Ranger & Access	50,464	-	-	50,464
Youth Worker	33,337	-	-	33,337
Development / project officers	112,102	-	-	112,102
Windfall	-	58,191	-	58,191
TCEL	-	115,644	-	115,644
Support Costs	-	-	10,929	10,929
	<u>386,050</u>	<u>173,835</u>	<u>10,929</u>	<u>570,814</u>

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

8. ANALYSIS OF EXPENDITURE BY ACTIVITIES (continued)

Analysis of direct costs

	Core Trust Activities 2022 £	Ranger & Access 2022 £	Youth Worker 2022 £	Development/ project/ officers 2022 £	Total funds 2022 £	Total funds 2021 £
Staff costs	106,058	29,428	30,873	85,084	251,443	161,244
Depreciation	22,056	-	-	-	22,056	8,170
Direct Costs	6,136	3,793	-	-	9,929	1,387
Rent and Premises	13,161	12,024	673	-	25,858	20,791
Rates and Water	355	-	-	-	355	154
Light and Heat	2,069	-	-	-	2,069	1,458
Repairs & Maintenance	3,042	-	-	-	3,042	3,251
Insurance	5,690	-	-	-	5,690	3,383
Travel Expenses	2,044	363	1,168	3,255	6,830	1,559
Legal and Professional Fees	626	-	-	300	926	10,365
Telephone	5,435	132	-	-	5,567	5,141
Office Costs	7,809	-	-	-	7,809	1,695
Other Costs	15,666	491	608	858	17,623	6,245
Staff Training and Recruit	-	230	15	525	770	1,351
Motor Vehicle Expenses	-	3,028	-	-	3,028	2,282
Bee Project	-	975	-	-	975	4,358
Discover Tiree Costs	-	-	-	22,080	22,080	15,438
	<u>190,147</u>	<u>50,464</u>	<u>33,337</u>	<u>112,102</u>	<u>386,050</u>	<u>248,272</u>

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

8. ANALYSIS OF EXPENDITURE BY ACTIVITIES (continued)

Analysis of support costs

	Core Trust Activities 2022 £	Support Costs 2022 £	Total funds 2022 £	Total funds 2021 £
Governance costs	<u>-</u>	<u>10,929</u>	<u>10,929</u>	<u>5,790</u>

Governance costs relate to Auditor's remuneration.

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

9. TAXATION

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Current tax charge / (credit)	-	42,411	42,411	668
Deferred tax charge / (credit)	-	30,571	30,571	(14,542)
	<u>-</u>	<u>72,982</u>	<u>72,982</u>	<u>(13,874)</u>

10. OTHER EXPENDITURE

	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Loss on disposal of tangible fixed assets	-	-	-	483

11. NET INCOME / EXPENDITURE FOR THE YEAR

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

	2022 £	As Restated 2021 £
Depreciation of tangible fixed assets	187,101	158,620
Loss on disposal of tangible fixed assets	-	483
Auditors' remuneration	<u>26,000</u>	<u>21,450</u>

12. AUDITORS' REMUNERATION

	2022 £	2021 £
Auditors' remuneration - group audit	<u>26,000</u>	<u>19,650</u>

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

13. STAFF COSTS

	2022	2021
	£	£
Wages and salaries	225,528	146,436
Social security costs	14,779	8,175
Contribution to defined benefit contribution pension schemes	11,136	6,633
	<u>251,443</u>	<u>161,244</u>

The average number of employees (excluding the directors) during the year were as follows:

	2022	2021
	No.	No.
At least ¾ time	10	7
	<u>10</u>	<u>7</u>

All staff were employees of the Trust.

Key Management personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the charity. The total compensation paid to key management personnel for services provided to the charity was £55,159 (2021: £22,107).

Trustees' expenses and remuneration

The charity trustees, who are the directors of the company, were not paid and did not receive any remuneration or benefits in kind in their capacity as trustee during the year (2021: None).

No employee received emoluments of more than £60,000 (2021: None).

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES – GROUP – As Restated

	Unrestricted Funds £	Restricted Funds £	Total Funds £
Income from:			
Grants, Donations and legacies	35,666	565,454	601,120
Investment income	6,681	-	6,681
Other income	2,459	21,520	23,979
Subsidiary trading income	<u>122,301</u>	<u>474,434</u>	<u>596,735</u>
Total Income	<u>167,107</u>	<u>1,061,408</u>	<u>1,228,515</u>
Expenditure on:			
Fundraising & trading	83,489	217,558	301,047
Charitable activities	273,478	625,714	899,192
Taxation charge	668	(14,542)	(13,874)
Other expenditure	<u>483</u>	<u>-</u>	<u>483</u>
Total Expenditure	<u>358,118</u>	<u>828,730</u>	<u>1,186,848</u>
Net income/ (expenditure)	(191,011)	232,678	41,667
Transfers between funds	<u>(18,835)</u>	<u>18,835</u>	<u>-</u>
Net movement in funds	<u>(209,846)</u>	<u>251,513</u>	<u>41,667</u>
Reconciliation of funds:			
Total funds brought forward	409,653	1,306,787	1,716,440
Total funds carried forward	<u>199,807</u>	<u>1,558,300</u>	<u>1,758,107</u>

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

15. TANGIBLE FIXED ASSETS – As Restated

	Property including Harbour works	Turbine Grid & Installation	Wind Turbine	Motor Vehicles	Computer Equipment	Business Units	Total
COST							
At 1 January 2022	2,142,898	1,053,596	1,109,841	9,410	160,223	-	4,475,968
Additions	287,086	-	-	75,247	15,064	33,287	410,684
Disposals	-	-	-	-	-	-	-
As at 31 December 2022	<u>2,429,984</u>	<u>1,053,596</u>	<u>1,109,841</u>	<u>84,657</u>	<u>167,982</u>	<u>33,287</u>	<u>4,886,652</u>
DEPRECIATION							
At 1 January 2022	47,069	636,818	665,904	9,410	122,242	-	1,481,443
Charge for the year	48,773	53,100	55,492	12,541	17,195	-	187,101
Disposals	-	-	-	-	-	-	-
At 31 December 2022	<u>95,842</u>	<u>689,918</u>	<u>721,396</u>	<u>21,951</u>	<u>139,437</u>	<u>-</u>	<u>1,668,544</u>
NET BOOK VALUE							
At 31 December 2022	<u>2,334,142</u>	<u>363,678</u>	<u>388,445</u>	<u>62,706</u>	<u>35,850</u>	<u>33,287</u>	<u>3,218,108</u>
At 31 December 2021	<u>2,095,829</u>	<u>416,778</u>	<u>443,937</u>	<u>-</u>	<u>37,981</u>	<u>-</u>	<u>2,994,525</u>

TIREE COMMUNITY DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2022

15. TANGIBLE FIXED ASSETS (continued)

Of the above assets only the land and buildings and equipment of £183,352 and a vehicle of £62,706 are owned directly by the Trust. All of the other fixed assets are owned by the subsidiary companies, Tiree Renewable Energy Company Limited, Tiree Community Maritime Assets Limited, Community Information Technology Limited and Tiree Community Enterprises Limited; a separate fixed asset note has therefore not been produced for the Trust.

Included in land and property is the purchase of a shop for the benefit of the community which is now rented out. Although the charity does not directly operate the shop as an asset for its own use, the shop was not bought as an investment, or for the purpose of generating income, but was bought to retain the facility for the benefit of the community.

As a result, the asset is shown under fixed assets held by the charity and not as an investment property. Given that there is no ready market for this property on the island, the directors have chosen to write down the value of the property at 2% per annum i.e. over 50 years. As the property purchase was funded primarily from third party funding, the property is included in a restricted capital fund and the depreciation is charged directly to the fund (see note 25). The directors intend to obtain formal valuations of the property every five years and re-assess its value and useful life at that point. The directors will review their approach to this issue on a regular basis.

16. FIXED ASSET INVESTMENTS

Group

The group has no Fixed Asset Investments.

Charity	Investments in subsidiary companies £	Loans to Subsidiaries £	Total £
Cost or valuation			
At 1 January 2022	42,107	242,165	284,272
Disposals	-	(111,229)	(111,229)
At 31 December 2022	<u>42,107</u>	<u>130,936</u>	<u>173,043</u>
Net book value			
At 31 December 2022	<u>42,107</u>	<u>130,936</u>	<u>173,043</u>
At 31 December 2021	<u>42,107</u>	<u>242,165</u>	<u>284,272</u>

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

16. FIXED ASSET INVESTMENTS (continued)

Principal subsidiaries

The following were subsidiary undertakings of the Charity:

Names	Class of Shares	Holding	Profit / (Loss) for the year	Net Assets / (Liabilities)
Tiree Renewable Energy Company Limited	Ordinary	100%	74,339	1,031,281
Community Information Technology Limited	Ordinary	100%	(11,548)	60,542
Tiree Community Maritime Assets Limited	Ordinary	100%	(2,876)	972
Tiree Community Enterprise Limited	Ordinary	100%	(8,301)	(10,105)

All fixed asset investments are held within the United Kingdom. The shares held represent 42,100 Ordinary £1 shares in Tiree Renewable Energy Company Limited. 5 Ordinary £1 shares in Community Information Technology Ltd, and one £1 ordinary share in both Tiree Community Maritime Assets Limited and Tiree Community Enterprise Limited, all of which are 100% owned subsidiaries. These shares are shown at cost.

The above loan to the charity's subsidiary, Tiree Renewable Energy Company Limited, commenced in February 2013 and carries an interest rate of 1.5% over base. It is repayable over a period of 12 years with the final repayment due in January 2025. Outstanding at 31 December 2022 £130,936.

TREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

17. STOCKS

	Group		Charity	
	2022	2021	2022	2021
Fuel	22,170	-	-	-

18. DEBTORS

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Trade Debtors	7,019	-	-	-
Amounts owed by Group undertakings	-	-	12,000	-
Other debtors	92,900	250,604	40,000	225,280
Prepayments and accrued income	275,948	522,691	22,206	3,394
	<u>375,867</u>	<u>773,295</u>	<u>74,206</u>	<u>228,674</u>

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

19. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Charity	
	2022	As Restated 2021	2022	As Restated 2021
	£	£	£	£
Bank Loan	-	111,569	-	-
Trade creditors	11,215	182,968	3,217	1,213
Corporation tax	42,411	668	-	-
Other taxation and social security	26,416	4,116	3,732	3,747
Other creditors	5,297	4,080	5,297	4,080
Windfall Grants	23,424	111,320	23,424	111,320
Accruals and deferred income	124,722	262,422	54,427	122,534
	<u>233,485</u>	<u>677,143</u>	<u>90,097</u>	<u>242,894</u>

The Big Lottery Fund has a floating charge over all of the property and assets of the Trust for all sums due or to become due, in relation to the grant of £712,600 towards the Trust investment in Tiree Renewable Energy Company Limited.

The Big Lottery Fund has a standard security over the area adjacent to the former Struthan Stores.

20. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Charity	
	2022	2021	2022	2021
	£	£	£	£
Bank loan	-	1,175	-	-
Deferred tax (note 22)	165,025	134,455	-	-
	<u>165,025</u>	<u>135,630</u>	<u>-</u>	<u>-</u>

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

21. WINDFALL GRANTS

	Windfall Fund £
At 1 January 2022	111,320
Amounts used	(80,976)
Amounts reversed	(6,920)
	<hr/>
At 31 December 2022	23,424
	<hr/> <hr/>

A grant creditor has been made for commitments made in respect of grants from the Windfall Fund. At the end of the year, the Trust had committed to pay grants of £23,424 (2021: £111,320) which had not been claimed down. As the majority of grants are claimed down within one year, or expected to be claimed within that period of time, the balances have not been discounted in line with FRS 102. A full list of the grants awarded is available on the Trust website, or via An Tirisdeach (the Tiree newsletter). The Windfall Grant commitments are included within creditors at Note 19.

22. DEFERRED INCOME

	2022 £	As Restated 2021 £
Government Grants		
At 1 January 2022	1,323,824	1,349,827
Increase in year	-	1,026
Released in year	(27,029)	(27,029)
	<hr/>	<hr/>
At 31 December 2022	1,296,795	1,323,824
	<hr/> <hr/>	<hr/> <hr/>
Deferred income		
At 1 January 2022	774,677	-
Increase in year	277,103	774,677
Released in year	(19,273)	-
	<hr/>	<hr/>
At 31 December 2022	1,032,507	774,677
	<hr/> <hr/>	<hr/> <hr/>
Total at 31 December 2022	2,329,302	2,098,501
	<hr/> <hr/>	<hr/> <hr/>

Grants were received by the trading subsidiary, Community Information Technology to fund significant capital expenditure in upgrading the network. This is being released to match depreciation on the assets.

Grants were also received by the subsidiary company, Tiree Community Maritime Assets Limited to fund significant maintenance required to the harbours on the island. These grants have been released to match the depreciation on the assets once works are completed.

Grants were received by the Trust on behalf of TCEL of £57,721 from Big Lottery and were passed over during the year.

Grants of £81,459 were received by TCEL direct from Highlands & Islands Enterprise.

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

23. PROVISIONS FOR DEFERRED TAXATION

	2022	2021
	£	£
At beginning of year	134,454	148,996
Charged to profit or loss	30,571	(14,542)
	<hr/>	<hr/>
	165,025	134,454
	<hr/> <hr/>	<hr/> <hr/>

The provision for deferred taxation is made up as follows:

	2022	2021
	£	£
Accelerated capital allowances	165,025	134,454
	<hr/> <hr/>	<hr/> <hr/>

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

24. ANALYSIS OF NET ASSETS BETWEEN FUNDS (GROUP)

Analysis of net assets between funds – Current year

	Unrestricted funds 2022	Restricted funds 2022	Total funds 2022
Tangible fixed assets	2,282,289	935,819	3,218,108
Current assets	286,622	1,228,482	1,515,104
Creditors due within one year	(78,461)	(65,481)	(143,942)
Provisions for liabilities and charges	(2,352,726)	(231,144)	(2,583,870)
	<u>137,724</u>	<u>1,867,676</u>	<u>2,005,400</u>

Analysis of net assets between funds – Prior year

	As Restated Unrestricted funds 2021	As Restated Restricted funds 2021	As Restated Total funds 2021
Tangible fixed assets	1,986,027	1,008,498	2,994,525
Current assets	719,197	955,649	1,674,846
Creditors due within one year	(268,567)	(270,227)	(538,794)
Long term liabilities / provisions	(2,236,850)	(135,620)	(2,372,470)
	<u>199,807</u>	<u>1,558,300</u>	<u>1,758,107</u>

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

25. STATEMENT OF FUNDS (GROUP)

Statement of Funds – Current year

	Balance at 1 January 2022	Income	Expenditure	Transfers in/out	Balance at 31 December 2022
	£	£	£	£	£
Unrestricted funds					
General Funds	(206,903)	289,384	(484,433)	175,782	(226,170)
Windfall Fund	406,710	15,375	(58,191)	-	363,894
	<u>199,807</u>	<u>304,759</u>	<u>(542,624)</u>	<u>175,782</u>	<u>137,724</u>
Restricted funds					
	Balance at 1 January 2022	Income	Expenditure	Transfers in/out	Balance at 31 December 2022
	£	£	£	£	£
Capital Funds					
BIG - Harvesting the Wind	242,169	-	-	(111,229)	130,940
Tiree Renewable Energy Company	42,000	-	-	-	42,000
Community Shop Tiree Renewable Energy Limited	146,781	-	(3,760)	(31,706)	111,315
	1,122,338	766,925	(316,277)	-	1,572,986
Revenue Funds					
Music, culture, Gaelic language, Digital Youth Work, Fresh Fridays, Film Club	-	6,000	(9,530)	3,530	-
Ranger / Access Fund	-	16,600	(32,800)	16,200	-
Tourism Graduate	5,012	39,364	(50,464)	11,100	-
HIE Delivery Resources	-	14,398	(30,980)	11,570	-
TCEL	-	22,854	(22,854)	-	-
Island Communities Fund	-	57,721	(57,721)	-	-
	-	147,322	(61,640)	(75,247)	10,435
	<u>1,558,300</u>	<u>1,071,184</u>	<u>(586,026)</u>	<u>(175,782)</u>	<u>1,867,676</u>

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

25. STATEMENT OF FUNDS (GROUP) (continued)

Statement of Funds – Prior year – As Restated

	Balance at 1 January 2021	Income	Expenditure	Transfers in/out	Balance at 31 December 2021
	£	£	£	£	£
Unrestricted funds					
General Funds	(84,204)	167,060	(240,274)	(49,485)	(206,903)
Windfall Fund	493,857	27	(117,824)	30,650	406,710
	<u>409,653</u>	<u>167,087</u>	<u>(358,098)</u>	<u>(18,835)</u>	<u>199,807</u>
Restricted funds					
	Balance at 1 January 2021	Income	Expenditure	Transfers in/out	Balance at 31 December 2021
	£	£	£	£	£
Capital Funds					
BIG - Harvesting the Wind	256,753	-	-	(14,584)	242,169
Tiree Renewable Energy Company	42,000	-	-	-	42,000
Community Shop Tiree Renewable Energy Limited	150,314	-	(3,533)	-	146,781
	857,720	474,434	(209,816)	-	1,122,338
Revenue Funds					
Music, culture, Gaelic language, Digital Youth Work, Fresh Fridays, Film Club	-	11,200	(13,901)	2,701	-
Ranger / Access Fund	-	16,506	(30,313)	13,807	-
Tourism Graduate HIE Delivery Resources	-	36,086	(52,997)	16,911	-
	-	12,358	(7,346)	-	5,012
TCEL Island Communities Fund	-	10,048	(10,048)	-	-
	-	500,776	(500,776)	-	-
	<u>1,306,787</u>	<u>1,061,408</u>	<u>(823,730)</u>	<u>18,835</u>	<u>1,558,300</u>

TIREE COMMUNITY DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2022

25. STATEMENT OF FUNDS (GROUP) (continued)

The incoming transfer to General funds represents the capital element of the repayment of the loan to TREL for 2021 which was £111,229 (2021: £14,584), together with transfers from the General fund to meet deficits on the Restricted Funds.

The Windfall fund closing balance of £61,278 represents ring fenced funds which form part of the closing cash balances of £447,742.

There was no donation paid from TREL in contribution to the Windfall fund during 2022.

Capital Funds

BIG - Harvesting the Wind

An amount of £712,600 was received from the Big Lottery in 2013 for the express purpose of being loaned to the Tiree Renewable Energy Company Limited to assist in the construction of a wind turbine on Tiree. The transfer to general funds represents the capital repaid during the year.

See Note 19 above regarding the terms and conditions of this loan. Interest earned on this loan is credited to the unrestricted fund.

Tiree Renewable Energy Company

The intercompany account was converted into 42,000 Ordinary shares in Tiree Renewable Energy Company Limited in 2010.

Community Shop

A grant was received in 2015 of £134,994 from the Scottish Land Fund towards the purchase of a community shop. Further funds were contribution by the Windfall fund amounting to £34,495. Depreciation is now charged to the fund at 5% straight line. The balance of cash held over was transferred to a separate revenue fund and when all restricted income in respect of the property had been spent in accordance with applicable terms, the remaining balance was released to general reserves in 2016.

Revenue Funds

Tourism Graduate

Funding was provided by Highlands and Islands Enterprise (HIE) to support 50% of the gross salary of a graduate placement – Sustainable Tourism and Comms Officer. The funding was released in sections and directly related to salary costs incurred, and was fully expended against that purpose (ending September 2022). The remainder of the related costs were met from general funds. We continued to fund the post beyond the end of the funding until it ended in January 2023.

Youth Work, Fresh Fridays, Film Club

Funds were received from a variety of sources towards the youth and health work carried out by the Trust. Contributions towards this work were made by the Windfall Fund and is shown as an incoming transfer together with a further transfer from general reserves to meet the overall deficit in line with the agreed budget.

Ranger/Access Fund

The Trust took over the operation of the Ranger/Access Project from Tiree Rural Development (TRD) at the end of 2016. This is funded by a variety of sources, including £12k per year from Scottish Natural Heritage, income from camper van tickets, various sales and earned income, as well as ordinary donations, and a grant from the Windfall Fund which is shown as a transfer. Any remaining deficit is met by general funds.

TIREE COMMUNITY DEVELOPMENT TRUST

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2022**

25. STATEMENT OF FUNDS (GROUP) (continued)

Music, Culture & Gaelic Language

A grant of £5k awarded in 2020 from CNAG/BNAG towards the Music & Culture post. Community Land Scotland provided funding of £11,200 towards a Gaelic Development Officer and Gaelic events. A further grant of £6k was awarded and received in 2022, with a transfer was made from general reserves to meet that deficit in line with expectations.

HIE Delivery Resources

Development funding for staff costs to assist in delivering priority projects and contributing to the overall growth plan for the Trust.

Tiree Community Enterprises Limited (TCEL)

Restricted grants were received and passed over to TCEL by the Trust during the year. These amounts have been included in the Group accounts for clarity.

26. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	GROUP 2022	As Restated GROUP 2021	CHARITY 2022	CHARITY 2021
Net income / expenditure for the year (as per Statement of Financial activities)	247,293	41,667	195,679	(29,148)
Adjustments for:				
Dividends, interests and rents from investments	(6,761)	(6,655)	(6,761)	(6,655)
Gains on investments	601	-	3,910	4,592
Taxation charge / (credit)	72,982	(13,874)	-	-
(Gain) / Loss on disposal of fixed assets	-	483	-	-
Depreciation charges	187,101	158,620	22,056	7,580
Decrease/(increase) in debtors	397,427	(567,667)	154,468	(161,635)
Increase/(decrease) in creditors	(274,822)	180,286	(64,901)	115,190
Change in provision for liabilities	(87,896)	(68,611)	(87,896)	(68,611)
Other interest receivable and similar income	(601)	(26)	(3,910)	(4,592)
Increase / (Decrease) in deferred capital grants	-	747,638	-	-
	<u>535,325</u>	<u>471,861</u>	<u>212,645</u>	<u>(143,279)</u>

TIREE COMMUNITY DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2022

27. GENERAL COMMITMENTS

Although the Trust was not contractually committed at the year end to any significant expenditure, several major projects were underway and were expected no to lead to material commitments after the year end.

A provision has been made for commitments in respect of grants from the Windfall Fund at the year end of £23,424 as detailed in note 21.

28. RELATED PARTY TRANSACTIONS

During the year the Trust (TCDT) charged management fees to its subsidiary companies amounting to £24,000 for TREL, £4,320 for CIT and £1,200 for TCMAL and a management charge of £1,200 to a separate company, Discover Tiree Ltd.

The Trust received donations from its subsidiary Tiree Renewable Energy Limited (TREL) of £349,000 (2021: £177,201), which was all paid in the year. The Trust also received interest of £3,309 (2021: £4,566) from TREL in respect of its loan investment in the company. The amount of the loans outstanding at the year end was £130,936.

The Trust has a standard security over the assets of TCMAL. The Trust received donations from Tiree Community Maritime Assets of £1,000 (2021: £3,008), which was all paid in the year.

The trust received donations from Community Information Technology of £27,114 (2021: £17,652), which was all paid in the year. In addition to this, an office administration fee of £4,430 (2021: £4,320) was paid to the Trust during the year.

There were no other related party transactions in the year.

29. ULTIMATE PARENT UNDERTAKING

In accordance with the exemption allowed by Section 408 of the Companies Act 2006, the charitable company has not presented its own income and expenditure account or Statement of Financial Activities. The net income / (expenditure) for the financial period attributable to the parent company dealt with in the accounts was £195,679 (2021: (£29,148))

30. COMPANY LIMITED BY GUARANTEE

Tiree Community Development Trust is a company limited by guarantee and accordingly does not have a share capital.

Each member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of it being wound up while he or she is a member, or within one year after he or she ceases to be a member.