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REGISTERED COMPANY NUMBER: SC299623 (Scotland)
REGISTERED CHARITY NUMBER: SC037625

**Report and Consolidated
Financial Statements for the Year Ended 31 December 2015
for**

**Neilston Development Trust
(A company limited by guarantee)**

The Kelvin Partnership Ltd
Statutory Auditor
Chartered Accountants
The Cooper Building
505 Great Western Road
Glasgow
G12 8HN

Neilston Development Trust
(A company limited by guarantee)

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for the Year Ended 31 December 2015

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Neilston Development Trust
(A company limited by guarantee)

Report of the Trustees
for the Year Ended 31 December 2015

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 December 2015. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
SC299623 (Scotland)

Registered Charity number
SC037625

Registered office
84 Main Street
Neilston
GLASGOW
East Renfrewshire
G78 3EA

Trustees
Mrs C M Boyd
D Frame
I C Fraser
Ms P M Gallacher - appointed 1.7.15
Miss L Gray
R A Jackson
C R Melrose
Ms L Naven
A U Walker
S A Robinson - appointed 1.10.15
A McDougall - resigned 31.3.16

Company Secretary
G Keenan

Auditors
The Kelvin Partnership Ltd
Statutory Auditor
Chartered Accountants
The Cooper Building
505 Great Western Road
Glasgow
G12 8HN

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.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

Neilston Development Trust can appoint elected or co-opted Trustees up to a maximum number of 15.

Elected Trustees

At an annual general meeting the members may elect as a director any member who has confirmed his/her willingness to be appointed. In addition the directors may at any time (provided he /she is willing to act) to be a director ("an elected Director) either to fill a vacancy or as an additional director.

Co-Opted Directors

The directors may at any time appoint any individual (other than an employee of the company) to be a director ("a Co-opted Director) provided he/she is willing so to act, either on the basis that he/she has special skills or experience which would be of assistance to the board or on the basis that he/she has been nominated by an organisation or agency with which the company has close contact in the course of its activities.

The Company is formulating a recruitment and succession policy for the appointment of new Trustees.

Induction and training of new trustees

The trustees are in the process of developing an induction handbook for new Trustees. This will be issued to new trustees on appointment. The trustees recognise that ongoing training and development is essential to their role. As such, individual Trustees shall undertake a skills audit on appointment to identify any specific areas of training need. In addition, individual Trustees and the board as a whole will regularly take part in training sessions to ensure they are fully made aware of statutory and best practice requirements.

Organisational structure

Neilston Development Trust (NDT) is a company limited by guarantee (SC299623) and a charity (SC037625). Its board (currently nine people) meets on a six-weekly cycle. Anyone living in the G78 3 postal code area and supporting the aims of NDT can apply for membership.

Elected board directors are required to live in Neilston. The board also has the power to co-opt additional directors on the basis of skills requirements. Current skills within the board include business development, town planning and regeneration, community development and health development.

NDT has a trading subsidiary, NDT Trading Ltd (SC363381) which is the partner in the Neilston Community Windfarm LLP. The role of the trading company in delivering tax-efficient resources is critical, typically through gifts and loans. Another significant dimension in NDT's future structure is the intention to establish a common good fund, honouring a pledge made to the community at the outset of the windfarm planning process. This fund will allocate funds to village groups and projects in the context of the Town Charter, which itself is not a rigid document.

Related parties

As the company is limited by guarantee, the company has no share capital in which the Trustees can have a beneficial interest.

Risk management

The Trustees have developed a risk register as part of the company business plan. This identifies and categorises the risks facing the organisation and sets out the plan for managing these.

OBJECTIVES AND ACTIVITIES

Objectives and aims

Our overall aim is to develop the physical, economic, cultural and human assets of Neilston.

Our specific aims and objectives focus on People, Place and Prospects

- A quality, safe, sustainable and accessible environment that supports community life
- A thriving, active, informed and engaged local community
- A robust local economy

ACHIEVEMENT AND PERFORMANCE

Charitable activities

2015 was another year of achievement and progress for NDT and the community of Neilston.

The Bank

2015 marked the Bank's third year of operation with the help & support of paid staff members and volunteers. In addition to being the focus for a range of activities run directly by NDT the Bank has also been the base for numerous external hirers who have used the building for a range of activities — including multiple health & fitness groups, walking & cycling groups, numerous advice forums and training clubs and events

Neilston Community Windfarm

2015 saw the Windfarm in its second full year of commercial operation. As outlined in the 2014 accounts a number of external factors notably UK government removal of carbon levy payments and significant falls in energy prices from last quarter 2014 onwards has impacted on dividend projections over the short to medium term. In consequence NDT has revised short to medium income projections and sought to increase Trading company reserves over the 2015 accounting period.

Neilston Town Charter

The Charter Advisory Group (CAG) established in April 2014 continues to meet regularly at the Bank with representation from NDT, ERC and a number of other local stakeholder bodies. The Trust has pursued a number of Charter objects notably the prospect of affordable housing provision within Neilston and Town Centre renewal with vigour. Specific outcomes in the accounting period including the securing of funds via Entrust which are set to enable improved environmental features around the perimeter of Kirkton playing fields.

Community Activities, Volunteering & Training – Throughout 2015 NDT volunteering numbers continued to grow as The Trust worked with many local groups and stakeholders to maximize the range of volunteering opportunities in the locality and specifically within the Bank.. Throughout the year a range of activities were facilitated and delivered by NDT staff with committed volunteer support.

Highlights included:

- Go Neilston – a programme of walking and cycling activities which encouraged people to make active transport decisions walking events, cycling proficiency, Bikeability and Saturday bike-rides led by trained & qualified cycle volunteers
- The Neilston gardening group continued to develop sites with flowers and veg at both the Bank and at Neilston train station
- The mixture of volunteer groups and community classes at the Bank has continued to expand with walking, fitness & health and catering classes proving especially popular
- The Neilston Bike hub has expanded in scale & capacity providing a bike hire & repair service with trained cycle leaders working to make Neilston a 'cycle friendly community'. In October 2015 Neilston was recognised by Cycling Scotland as Scotland's first winner of the new Cycle Friendly Community Award
- With funding from the Big Lottery Awards for All pot NDT was able to install a new customised cycle hub repair & maintenance facility to the rear of the Bank
- Volunteering for Neilston – 2015 saw NDT – with the support of funding from VAF - work with hundreds of volunteers across the year on a variety of in-house & external activities including a number of organised 'Make a Difference' – litter picking & clean up – days in conjunction with Neilston Community Council, the Neilston PAD run and other local voluntary bodies
- With funding support from SCVO and the Community Jobs Scotland initiative, NDT created an additional 4 posts for young local residents under the age of 24. This has been a successful year and is an area in which NDT is looking to expand and grow its reputation for training excellence and quality support for those furthest from the formal job market.
- In November 2015 NDT with support from Cycling Scotland has sought to develop its Cycle friendly accreditation capacity and is reaching out to work with prospective cycle friendly employers across East Renfrewshire, Renfrewshire and Ayrshire
- The Neilston Going Places Consultation and Report alongside the Neilston Infill Development strategy were an area of considerable activity & achievement for the NDT Board culminating in many of the actions & recommendations of NDT & the local community being formally adopted within ERC's Local Development Plan and accompanying Supplementary Planning guidance in March/April 2015. A major first for a local community following a comprehensive community led consultation process

FINANCIAL REVIEW

Financial review

During the period the charitable group had income of £181,456 (2014 - £175,504) and incurred expenditure of £331,986 (2014 - £308,671). Full results are shown on the statement of Financial Activities on page 10. The group share of associates operating profit for the period was £489,806 (2014 - £258,551).

Reserves Policy

The NDT Board have considered the charity's requirement for reserves and have agreed a policy whereby the charity will seek to have an amount equivalent to 15% of its annual expenditure in reserves, being unrestricted funds not tied up in fixed assets or otherwise specifically designated. The Board acknowledges this to be an active target which may take a number of years to achieve. Based on current expenditure levels this would equate to £35,524. At the Balance Sheet date the charity had reserves of £122,968 being total unrestricted funds of £220,044 less amounts tied up in fixed assets of £97,526 which is well above target. The Board will continue to try to generate surplus unrestricted funds to boost reserves although they acknowledge that this will be difficult in the current funding climate.

Principal funding sources

During the period covered by these accounts, the company's main funding sources were charitable trusts and foundations. A small amount of income was generated from within the Trust to supplement these grants and awards. The major funding contributors were:

- Scottish Govt – Strengthening Communities Programme
- Entrust Landfill
- Local Energy Scotland
- East Renfrewshire Credit Union
- Scottish Government Learning to Cooperate fund
- The Voluntary Action Fund
- Action for Children
- Foundation Scotland
- Sainsburys
- SCVO Community Jobs Scotland Funding

Neilston Development Trust wishes to record its appreciation and thanks to these principal funders for their support and commitment to the purposes of NDT over the last year.

FUTURE DEVELOPMENTS

Within the next financial period, the Company has identified a number of key programmes and actions that it wishes to implement.

- Continuing development of the Bank as a well-used community facility.
- Further development of training & employment opportunities with closer working partnerships & core worker support.
- A review of Neilston Charter objectives and outcomes in order to identify potential funding and resources.
- Delivery of the Neilston Bike Hub to support development of bike use and skills within the community.
- A full financial and business planning review with the aim of setting out a 3 year strategic plan.

Neilston Development Trust
(A company limited by guarantee)

Report of the Trustees
for the Year Ended 31 December 2015

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Neilston 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).

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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the 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 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 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, The Kelvin Partnership Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 13 September 2016 and signed on its behalf by:

Clara M. Boyd

Mrs C M Boyd
Trustee

Report of the Independent Auditors to the Trustees and Members of Neilston Development Trust

We have audited the financial statements of Neilston Development Trust for the year ended 31 December 2015 on pages 8 to 21. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, in accordance with Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and trustees those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members and trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page five, 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.

We have been appointed as auditors under Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2015 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion 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.

**Report of the Independent Auditors to the Trustees and Members of
Neilston Development Trust**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 and 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
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.



Raymond Henry FCA (Senior Statutory Auditor)
for and on behalf of The Kelvin Partnership Ltd
Statutory Auditor
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Chartered Accountants
The Cooper Building
505 Great Western Road
Glasgow
G12 8HN

Date: 13 September 2016.

Neilston Development Trust
(A company limited by guarantee)

Statement of Consolidated Financial Activities
for the Year Ended 31 December 2015

		Unrestricted fund	Restricted funds	31.12.15 Total funds	31.12.14 Total funds
	Notes	£	£	£	£
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	107	-	107	43,145
Activities for generating funds	3	1,701	-	1,701	136
Investment income	4	324	-	324	69
Incoming resources from charitable activities					
Charitable activities	5	<u>105,383</u>	<u>73,941</u>	<u>179,324</u>	<u>132,154</u>
		107,515	73,941	181,456	175,504
Share of Associate Income		849,231	-	849,231	738,913
Less: Share of Associate Income		<u>(849,231)</u>	<u>-</u>	<u>(849,231)</u>	<u>(738,913)</u>
Total Incoming Resources		<u>107,515</u>	<u>73,491</u>	<u>181,456</u>	<u>175,504</u>
RESOURCES EXPENDED					
Costs of generating funds					
Costs of generating voluntary income	6	76,152	-	76,152	105,792
Charitable activities					
Charitable activities	7	117,010	119,935	236,945	184,046
Governance costs	8	<u>18,889</u>	<u>-</u>	<u>18,889</u>	<u>18,833</u>
Total resources expended		<u>212,051</u>	<u>119,935</u>	<u>331,986</u>	<u>308,671</u>
NET INCOMING/(OUTGOING) RESOURCES					
		(104,536)	(45,994)	(150,530)	(133,167)
Share of operating profit of Associate		<u>489,806</u>	<u>-</u>	<u>489,806</u>	<u>258,551</u>
Net movement in Funds		385,270	(45,994)	339,276	125,384
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>(131,004)</u>	<u>594,733</u>	<u>463,729</u>	<u>338,345</u>
TOTAL FUNDS CARRIED FORWARD		<u>254,266</u>	<u>548,739</u>	<u>803,005</u>	<u>463,729</u>

The notes form part of these financial statements

Neilston Development Trust
(A company limited by guarantee)

Statement of Financial Activities
for the Year Ended 31 December 2015

	Unrestricted fund £	Restricted funds £	31.12.15 Total funds £	31.12.14 Total funds £
INCOMING RESOURCES				
Incoming resources from generated funds				
Voluntary income	107	-	107	43,145
Activities for generating funds	101,701	-	101,701	54,752
Investment income	192	-	192	69
Incoming resources from charitable activities				
Charitable activities	<u>105,383</u>	<u>73,941</u>	<u>179,324</u>	<u>132,154</u>
Total incoming resources	207,383	73,941	281,324	230,120
 RESOURCES EXPENDED				
Charitable activities				
Charitable activities	127,545	119,935	247,480	178,891
Governance costs	<u>6,566</u>	<u>-</u>	<u>6,566</u>	<u>9,000</u>
Total resources expended	<u>134,111</u>	<u>119,935</u>	<u>254,046</u>	<u>198,201</u>
 NET INCOMING/(OUTGOING) RESOURCES	73,272	(45,994)	27,278	31,919
 RECONCILIATION OF FUNDS				
Total funds brought forward	<u>146,772</u>	<u>594,733</u>	<u>741,505</u>	<u>709,586</u>
 TOTAL FUNDS CARRIED FORWARD	<u><u>220,004</u></u>	<u><u>548,739</u></u>	<u><u>768,783</u></u>	<u><u>741,505</u></u>

The notes form part of these financial statements

Neilston Development Trust
(A company limited by guarantee)

Consolidated Balance Sheet
At 31 December 2015

	Notes	31.12.15 £	31.12.14 £
FIXED ASSETS			
Tangible assets	13	614,808	648,186
Investment in Associate	14	<u>753,993</u>	<u>647,791</u>
		1,368,801	1,295,977
CURRENT ASSETS			
Debtors	15	128,617	11,135
Cash at bank and in hand		<u>338,833</u>	<u>174,755</u>
		467,450	185,890
CREDITORS			
Amounts falling due within one year	16	<u>(59,532)</u>	<u>(191,229)</u>
NET CURRENT ASSETS		<u>407,918</u>	<u>(5,339)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,776,719	1,290,638
CREDITORS			
Amounts falling due after more than one year	17	<u>(973,714)</u>	<u>(826,909)</u>
NET ASSETS		<u>803,005</u>	<u>463,729</u>
Unrestricted funds			
Designated Funds	20	156,740	
General Funds	20	<u>97,526</u>	
		254,266	(131,004)
Restricted funds		<u>548,739</u>	<u>594,733</u>
TOTAL FUNDS		<u>803,005</u>	<u>463,729</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Board of Trustees on 13 September 2016 and were signed on its behalf by:

Ian C. Fraser

I C Fraser
Trustee

Neilston Development Trust
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Charity Balance Sheet
At 31 December 2015

	Notes	31.12.15 £	31.12.14 £
FIXED ASSETS			
Tangible assets	13	614,808	648,186
Investments	14	<u>100</u>	<u>100</u>
		614,908	648,286
 CURRENT ASSETS			
Debtors	15	10,944	3,833
Cash at bank and in hand		<u>162,970</u>	<u>98,944</u>
		173,914	102,777
 CREDITORS			
Amounts falling due within one year	16	<u>(20,039)</u>	<u>(9,558)</u>
 NET CURRENT ASSETS		<u>153,875</u>	<u>93,219</u>
 TOTAL ASSETS LESS CURRENT LIABILITIES		768,783	741,505
 NET ASSETS		<u>768,783</u>	<u>741,505</u>
 FUNDS	19		
Unrestricted funds		220,044	146,772
Restricted funds		<u>548,739</u>	<u>594,733</u>
 TOTAL FUNDS		<u>768,783</u>	<u>741,505</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Board of Trustees on 13 September 2016 and were signed on its behalf by:

Ian C. Fraser

I C Fraser
Trustee

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historic cost convention and in line accordance with the Statement of Recommended Practice - Accounting and Reporting by Charities (SORP 2005) issued in March 2005, applicable UK Accounting Standards and the Companies Act 2006.

As at 31 December 2014 the Consolidated Balance Sheet showed net current liabilities of £5,339, which may cast doubt on the group's ability to continue as a going concern. Included in the figure for net current liabilities is an amount representing the loan interest payable by the Trading Co falling due within one year of the Balance Sheet date. These loans were renegotiated in August 2015 and the company agreed a moratorium on capital and interest repayments until June 2022. This will have a significant positive impact on the charity's ability to continue as going concern.

At the date of approving these accounts the directors of the subsidiary undertaking, NDT Trading Ltd, have prepared forecasts which indicate that it will have sufficient cash to pay its liabilities as they fall due, and accordingly the Trustees of Neilston Development Trust consider it appropriate to prepare the accounts on a going concern basis.

The Statement of Financial Activities (SOFA) and Balance Sheet consolidate the financial statements of the charity and its subsidiary and associate undertakings. The results of the subsidiary are consolidated on a line by line basis. The results of the associate are consolidated using the equity method.

Accounting convention

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

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income.

- Voluntary income is received by way of grants, donations and gifts and is included in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of 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 in these accounts.
- Investment income is included when receivable.
- Incoming resources from charitable trading activities are accounted for when earned.
- Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by performance.

Income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

1. ACCOUNTING POLICIES - continued

Resources expended

Expenditure is accounted for on an accruals basis as a liability is incurred. Expenditure includes any vat which cannot be fully recovered and is reported as part of the expenditure to which it relates:

- Cost of generating funds comprise the costs associated with attracting voluntary income and the costs trading for fundraising purposes.
- Charitable expenditure comprises these costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both the costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.
- All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis e.g floor areas, per capita or estimated usage as set out in note 10.

Tangible fixed assets and depreciation

Tangible fixed assets costing more than £1,000 are capitalised, including any incidental expenses of acquisition.

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

Freehold property	- 4% on cost
Improvements to property	- 4% on cost
Fixtures and fittings	- 25% reducing balance
Computer equipment	- 25% reducing balance

Taxation

The company is a charitable company within the meaning of Section 467 of the Corporation Act 2010. Accordingly, the company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 of Part 11 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that such income or gains are applied for charitable purposes only.

Fund accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general activities of the charity.

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

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

Investments

Investments in subsidiary and associate undertakings are included at cost less any provision for impairment.

Operating leases

Rentals paid under operating leases are charged to the statement of financial activities. The obligations to pay future rentals on operating leases is shown by way of a note to the accounts

Neilston Development Trust
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Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

1. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme for the benefit of its employees. The assets of the scheme are administered by the Trustees in a fund independent from those of the company.

The pension costs charged against profits represent the employer's contributions payable to the scheme in respect of the accounting period.

Legal status

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

2. VOLUNTARY INCOME - GROUP

	Unrestricted £	Restricted £	2015 Total £	2014 Total £
Donations and Membership Income	107	-	107	127
Bank Revenue funding	-	-	-	42,971
Other income	-	-	-	47
	<u>107</u>	<u>-</u>	<u>107</u>	<u>43,145</u>

3. ACTIVITIES FOR GENERATING FUNDS - GROUP

	Unrestricted £	Restricted £	2015 Total £	2014 Total £
Fundraising events	1,701	-	1,701	136
	<u>1,701</u>	<u>-</u>	<u>1,701</u>	<u>136</u>

4. INVESTMENT INCOME – GROUP

	Unrestricted £	Restricted £	2015 Total £	2014 Total £
Bank interest	324	-	324	69
	<u>324</u>	<u>-</u>	<u>324</u>	<u>69</u>

5. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES – GROUP

	Unrestricted £	Restricted £	2015 Total £	2014 Total £
Grants	71,815	73,941	145,756	92,394
Café income	18,577	-	18,577	23,201
Room rental	11,519	-	11,519	9,072
Bike hub	2,104	-	2,104	3,254
Other	1,368	-	1,368	4,233
	<u>105,383</u>	<u>73,941</u>	<u>179,324</u>	<u>132,154</u>

Neilston Development Trust
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Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

5. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES - GROUP - continued

Grants received, included in the above, are as follows:

	31.12.15	31.12.14
	£	£
Scottish Government – Strengthening Communities	46,464	20,797
J & M Murdoch - Landfill	36,891	-
Local Energy Scotland - Energy Savings Trust	19,800	-
East Renfrewshire Credit Union	1,650	-
Voluntary Action Fund	10,000	10,000
Learning to Co-operate	5,600	-
Action for Children	1,500	-
Foundation Scotland - Asda	1,295	-
Enable	1,500	-
Sainsburys-Silver Screen Grant	500	-
SCVO	20,266	8,957
ERC	-	200
BLF – Mela on Main Street	-	5,325
Cycling Scotland - CFC	-	16,995
Moffat Trust	-	10,000
Cycling Scotland - CFSC	-	3,367
Foundation Scotland - Comic Relief	-	6,000
Awards for All – Getting Out More	-	8,725
Other	290	2,028
	<u>145,756</u>	<u>92,394</u>

6. COSTS OF GENERATING FUNDS – GROUP

	Direct costs	Support costs	2015 Total	2014 Total
	£	£	£	£
NDT Trading Limited	76,512	-	76,512	105,792
	<u>76,512</u>	<u>-</u>	<u>76,512</u>	<u>105,792</u>

7. CHARITABLE ACTIVITIES COSTS – GROUP

	Direct costs	Support costs	2015 Total	2014 Total
	£	£	£	£
Promotion of premises	21,411	85,306	106,717	90,116
Promotion of local community	56,656	85,307	141,963	93,930
	<u>78,067</u>	<u>169,413</u>	<u>247,480</u>	<u>184,046</u>

8. GOVERNANCE – GROUP

	Direct costs	Support costs	2015 Total	2014 Total
	£	£	£	£
Auditors remuneration	8,354	-	8,354	13,678
	<u>8,354</u>	<u>-</u>	<u>8,354</u>	<u>13,678</u>

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Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

9. SUPPORT COSTS - Breakdown by Activities

	Promotion of premises	Promotion of local community	Governance	Basis of Allocation
	£	£	£	
Depreciation	16,689	16,689	-	Usage
Staff costs	18,961	18,962	-	Timespent
Office costs	49,656	49,656	-	Usage
	<u>85,306</u>	<u>85,307</u>	<u>-</u>	

10. NET INCOMING/(OUTGOING) RESOURCES - GROUP

Net resources are stated after charging/(crediting):

	31.12.15	31.12.14
	£	£
Auditors' remuneration	8,354	13,678
Depreciation - owned assets	<u>33,378</u>	<u>33,939</u>

11. TRUSTEES' REMUNERATION AND BENEFITS - GROUP

No trustees received any remuneration during the period (2014 - nil)

Trustees' expenses

Expenses amounting to £nil (2014 - £26) were reimbursed to nil Trustees (2014 - 1 Trustee)

12. STAFF COSTS - GROUP

	31.12.15	31.12.14
	£	£
Wages and salaries	103,406	83,689
Social security costs	3,842	3,017
Other pension costs	<u>544</u>	<u>1,454</u>
	<u>107,792</u>	<u>88,160</u>

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

31.12.15	31.12.14
<u>9</u>	<u>5</u>

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

Neilston Development Trust
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Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

13. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 January 2015 and 31 December 2015	<u>225,729</u>	<u>566,726</u>	<u>19,382</u>	<u>3,515</u>	<u>815,352</u>
DEPRECIATION					
At 1 January 2015	66,088	84,905	13,760	2,413	167,166
Charge for year	<u>9,029</u>	<u>22,669</u>	<u>1,405</u>	<u>275</u>	<u>33,378</u>
At 31 December 2015	<u>75,117</u>	<u>107,574</u>	<u>15,165</u>	<u>2,688</u>	<u>200,544</u>
NET BOOK VALUE					
At 31 December 2015	<u>150,612</u>	<u>459,152</u>	<u>4,217</u>	<u>827</u>	<u>614,808</u>
At 31 December 2014	<u>159,641</u>	<u>481,821</u>	<u>5,622</u>	<u>1,102</u>	<u>648,186</u>

14. INVESTMENTS

	COMPANY		GROUP	
	2015 £	2014 £	2015 £	2014 £
Investments in Subsidiaries	100	100	-	-
Investments in Associates	-	-	753,993	647,791
	<u>100</u>	<u>100</u>	<u>753,993</u>	<u>647,791</u>

The company's investments at the balance sheet date in the share capital of companies include the following:

Neilston Development Trust
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Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

14. FIXED ASSET INVESTMENTS - GROUP - continued

subsidiary

NDT Trading Ltd

Nature of business: Energy production

Class of share:	%
Ordinary	holding 100

	31.12.15	31.12.14
	£	£
Aggregate capital and reserves	140,330	(65,467)
Profit for the year	<u>205,797</u>	<u>86,489</u>

Associated company

Neilston Community Windarm LLP

Nature of business: Energy production

Class of share:	%
Ordinary	holding 28.30

	31.12.15	31.12.14
	£	£
Aggregate capital and reserves	2,663,933	2,289,015
Profit for the year	<u>1,355,495</u>	<u>888,962</u>

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR - GROUP

	COMPANY		GROUP	
	2015	2014	2015	2014
	£	£	£	£
Trade debtors	3,598	969	3,598	969
Prepayments	1,650	2,864	1,650	2,864
Other debtors	5,696	-	118,335	7,268
Amounts owed by group undertakings	-	-	34	34
	<u>10,944</u>	<u>3,833</u>	<u>128,617</u>	<u>11,135</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR - GROUP

	COMPANY		GROUP	
	2015	2014	2015	2014
	£	£	£	£
Trade creditors	3,622	2,672	3,622	3,776
Other creditors	16,417	6,886	55,910	187,453
	<u>20,039</u>	<u>9,558</u>	<u>59,532</u>	<u>191,229</u>

In June 2016 the Trust came to an agreement with all its lenders for a moratorium of capital and interest on all loans until June 2022. However the lenders have reserved the right to review the situation and have reserved the right to cancel the moratorium and recommence repayments if the company is financially able to meet the obligation. As a result of this the split between less than one year and greater than one year has changed significantly from 2014. The only loans repayable less than one year are the actual loan repayments made in 2016. Due to the moratorium all other repayments are assumed to be greater than one year.

17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR - GROUP

	COMPANY		GROUP	
	2015	2014	2015	2014
	£	£	£	£
Bank loans	-	-	864,942	826,909
Accruals	-	-	108,772	-
	<u>-</u>	<u>-</u>	<u>973,714</u>	<u>826,909</u>

Analysis of Maturity

	COMPANY		GROUP	
	2015	2014	2015	2014
	£	£	£	£
In more than one year but not more than two years	-	-	111,451	150,945
In more than two years but not more than five years	-	-	395,357	369,191
In more than five years	-	-	358,134	306,773
	<u>-</u>	<u>-</u>	<u>864,942</u>	<u>826,909</u>

In June 2016 the Trust came to an agreement with all its lenders for a moratorium of capital and interest on all loans until June 2022. However the lenders have reserved the right to review the situation and have reserved the right to cancel the moratorium and recommence repayments if the company is financially able to meet the obligation. As a result of this the split between less than one year and greater than one year has changed significantly from 2014. The only loans repayable less than one year are the actual loan repayments made in 2016. Due to the moratorium all other repayments are assumed to be greater than one year.

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS - GROUP

	Unrestricted fund	Restricted funds	31.12.15 Total funds	31.12.14 Total funds
	£	£	£	£
Fixed assets	97,526	517,282	614,808	648,186
Investments	753,993	-	753,993	647,791
Current assets	435,993	31,457	467,450	185,890
Current liabilities	(326,814)	-	(326,814)	(191,229)
Long term liabilities	<u>(706,432)</u>	<u>-</u>	<u>(706,432)</u>	<u>(826,909)</u>
	<u>254,266</u>	<u>548,739</u>	<u>803,005</u>	<u>463,829</u>

Neilston Development Trust
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Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

19. MOVEMENT IN FUNDS – GROUP

	At 1.1.15 £	Net movement in funds £	At 31.12.15 £
Unrestricted funds			
General fund	(131,004)	385,270	254,266
Restricted funds			
Purchase and refurbishment of property	312,248	(22,483)	289,765
Purchase and refurbishment of property-Big Lottery	231,560	(4,043)	227,517
Power Down	946	(946)	-
Energy Efficiency	31	(31)	-
Voluntary Action Fund	254	(254)	-
Mela Project	5,325	(5,325)	-
Charter Development	12,238	(12,238)	-
Scottish Government	1,132	(1,132)	-
VAF	2,395	(2,395)	-
AFA	7,133	(7,133)	-
CFC	16,995	(10,687)	6,308
Moffat Trust	2,500	(2,500)	-
CFSC	1,976	(1,976)	-
Landfill	-	25,149	25,149
	<u>594,733</u>	<u>(45,994)</u>	<u>548,739</u>
TOTAL FUNDS	<u>463,729</u>	<u>339,276</u>	<u>803,005</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	597,321	(212,051)	385,270
Restricted funds			
Voluntary Action Fund	10,000	(10,254)	(254)
Mela Project	-	(5,325)	(5,325)
Charter Development	-	(12,238)	(12,238)
Scottish Government	-	(1,132)	(1,132)
AFA	-	(7,133)	(7,133)
CFC	-	(10,687)	(10,687)
Moffat Trust	-	(2,500)	(2,500)
CFSC	-	(1,976)	(1,976)
Landfill	36,891	(11,742)	25,149
Energy Savings Trust	19,800	(19,800)	-
East Renfrewshire Credit Union	1,650	(1,650)	-
Learning to Co-operate	5,600	(5,600)	-
Purchase and refurbishment of property	-	(22,483)	(22,483)
Purchase and refurbishment of property-Big Lottery	-	(4,043)	(4,043)
Power Down	-	(946)	(946)
Energy Efficiency	-	(31)	(31)
VAF	-	(2,395)	(2,395)
	<u>73,941</u>	<u>(119,935)</u>	<u>(45,994)</u>
TOTAL FUNDS	<u>671,262</u>	<u>(331,986)</u>	<u>339,276</u>

Neilston Development Trust
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Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

19. MOVEMENT IN FUNDS – GROUP continued

Purchase and refurbishment of property	-	Relates to the funds tied up in the property owned by the charity and funds received for the refurbishment of the property.
Voluntary Action Fund - Strengthening Communities Programme	-	Core staff and organisational funding to promote development of NDT as a Development Trust and community resource.
Mela Project	-	Represents Big Lottery 'Celebrate' funding provided for the purpose of cultural engagement post the Commonwealth games
Charter Development Awards for All	-	Community engagement re priorities in the Neilston area.
	-	Big Lottery funding to provide additional cycle hub and cycle maintenance facilities, including tools, equipment and funding of staff resources.
Cycle Friendly Communities	-	Development resource funding to pilot Cycle Friendly Communities accreditation for Scotland.
Moffat Trust	-	Funding to support staff resource and recruitment/mentoring of volunteers working with environs of the Bank café.
CFSC	-	Funding to support cycling as a recreational activity for residents and schoolchildren of Neilston.
Learning to Co-operate	-	Funding to produce a Housing Co-Ownership Report
East Renfrewshire Credit Union	-	Contribution towards the salary of a Bankcard development officer.
Energy Savings Trust	-	Relates to funding for loan renegotiating fees re the windfarm.

20. UNRESTRICTED FUNDS - GROUP

Movement in funds

	Balance at 1 January 2015 £	Incoming resources £	Resources expended £	Associate Profit £	Transfers £	Balance at 31 December 2015 £
General charitable funds	(235,382)	107,515	205,199	489,806	-	156,740
Designated funds:						
Tangible fixed assets	<u>104,378</u>	<u>-</u>	<u>6,852</u>	<u>-</u>	<u>-</u>	<u>97,526</u>
	<u>(131,004)</u>	<u>107,515</u>	<u>212,051</u>	<u>489,806</u>	<u>-</u>	<u>254,266</u>

21. RELATED PARTIES DISCLOSURES - GROUP

No Trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the period (2014 - nil)

Neilston Development Trust
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Detailed Statement of Financial Activities
for the Year Ended 31 December 2015

	31.12.15 £	31.12.14 £
INCOMING RESOURCES		
Voluntary income		
Donations and memberships	107	127
Other income	-	47
Bank Revenue funding	-	42,971
	107	43,145
Activities for generating funds		
Fundraising events	1,701	136
	1,701	136
Investment income		
Income from subsidiary	100,000	54,752
Income from associate	489,806	258,551
	589,806	313,303
Incoming resources from charitable activities		
Grants	145,756	92,394
Cafe income	18,577	23,201
Room rental	11,519	9,072
Bike Hub	2,104	3,254
Other	1,368	4,233
	179,324	132,154
Other incoming resources		
Interest	324	69
Total incoming resources	771,262	488,807
RESOURCES EXPENDED		
Costs of generating voluntary income		
NDT Trading	76,152	105,792
Charitable activities		
Wages	103,406	83,689
Social security	3,842	3,017
Pensions	544	1,454
Cafe expenditure	8,658	10,342
Insurance	2,573	2,598
Postage and stationery	668	820
Sundries	893	236
Staff training	1,883	719
Subscriptions and memberships	1,525	1,421
Carried forward	124,005	104,566

Neilston Development Trust
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Detailed Statement of Financial Activities
for the Year Ended 31 December 2015

	31.12.15 £	31.12.14 £
Charitable activities		
Brought forward	124,005	104,566
Bike hub costs	7,884	2,999
Utilities	5,917	5,859
Licences	77	372
Tools and equipment	6,116	2,424
Hygiene services and cleaning	1,778	1,372
Maintenance and repairs	14,130	3,890
Events costs	3,722	1,583
Trustees and staff expenses	1,386	549
Telephone	1,882	1,941
Photocopying	2,755	1,693
Marketing	5,964	7,817
Subsistence and catering	65	571
Legal and professional fees	27,483	18,625
Payroll and bookkeeping	10,510	481
Volunteer expenses	441	790
Management charges	100,000	54,752
Freehold property	9,029	9,029
Improvements to property	22,669	22,669
Fixtures and fittings	1,405	367
Computer equipment	275	1,874
	<u>347,480</u>	<u>243,903</u>
Governance costs		
Auditors' remuneration	<u>8,354</u>	<u>13,678</u>
Total resources expended	<u>431,986</u>	<u>363,423</u>
Net income	<u>339,276</u>	<u>125,384</u>

