

REGISTERED COMPANY NUMBER: SC216090 (Scotland)
REGISTERED CHARITY NUMBER: SC031179

Report of the Trustees and
Financial Statements for the Year Ended 31 August 2019
for
CEÒLAS UIBHIST LIMITED

Mann Judd Gordon Ltd
Chartered Accountants
& Statutory Auditors
26 Lewis Street
Stornoway
Isle of Lewis
HS1 2JF

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for the Year Ended 31 August 2019

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CEÒLAS UIBHIST LIMITED

Report of the Trustees for the Year Ended 31 August 2019

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 August 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Ceòlas was set up as a community managed company in February 2001 to develop and progress the work of the Summer School that had been set up as a pilot project in 1996 by the Gaelic Arts agency.

Ceòlas Articles of Association objectives are the advancement of education for the public benefits in relation to the arts and cultures of the Gaelic speaking communities of Scotland its worldwide influences through:

- The organisation of a worldwide summer school set in South Uist
- The promotion, encouragement and provision of education, bringing traditional music, song and dance together in a unique and integral manner.
- The promotion, establishment, operation, encouragement, provision of education and training of any activity relating to the arts of the Gaelic speaking communities, with specific regard to the Gaelic and traditional arts and any other form of art which may be construed as being complementary with the foregoing.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

2019 was Ceòlas's most productive year in terms of activity and a fantastic year it was. New staff appointed since September 2018 are Lowenna Hoskens, Dance Development Officer, a one year project post and Fionna Halliday as Curriculum Development Officer for the increasing Gaelic activity being carried out by Ceòlas, this is a two year post. Buttons & Bows Project were able to continue with parental support and we managed to run the project for a full year. It is hoped that sufficient funds become available in October to progress it further.

Cnoc Soilleir is now a new company with its own Company and Charity number and the majority of their funds were transferred out of Ceòlas at the year end. The removal of the capital funds from Ceòlas account may assist in the fundraising process in 2020. 2019 was difficult with CNE-Siar reducing their support by 25% and Creative Scotland reducing their support by over 50%, when challenged it was agreed that Ceòlas could submit an additional application. Ceòlas is working closely with HIE to progress our entry in to Cnoc Soilleir. Business Support will be forthcoming shortly

FINANCIAL REVIEW

Principal funding sources

The company gratefully acknowledges the funding received during the year from Creative Scotland, HIE, Comhairle nan Eilean Siar, Bord na Gaidhlig and all other donors.

Reserves policy

The Directors aim to build and maintain free financial reserves to enable the Company to continue to operate in challenging financial circumstances. Free financial reserves are those funds which are not tied up in fixed assets or designated and restricted funds.

Contingency Fund

The trustees are of the opinion that unrestricted reserves should be maintained at the level of six months running costs, to mitigate against the risk of funding delays or other unforeseen circumstances. This fund would also be used to settle any liabilities in the event of a wind-up. This figure has been estimated at £25,000. At 31 March 2016 the trustees established the unrestricted contingency fund in order to show this reserve separately.

Report of the Trustees
for the Year Ended 31 August 2019

FINANCIAL REVIEW

Restricted funds

The charity had the following restricted funds in operation during the year:

Youth Funding - Youth Music Initiative (YMI) & Buttons and Bows

This fund is the previous YMI fund which has now been renamed.

Ceòlas has always been committed to supporting Traditional Music in the community especially for our young people. Ceòlas delivered a programme over 5 years with YMI and has extended the Youth Programme into Buttons & Bows which received Grant Support from People's Health Lottery. The programme is now running fully after a delayed start. The Youth Funding is restricted to work with young people and the healthy balance will contribute to its long term future. Despite several applications for support we were not successful and the programme ran for the full year and will continue into the 18/19 season until this fund is totally depleted. Funds to continue programme were sourced in September 2019.

Dance Development

This project has support from Robertson Trust and additional support has been requested from NHS Western Isles and Creative Scotland. The new dance development officer started in November 2018.

Gaelic Media & Communications' Officer

LEADER funding has been granted for this post and the grant offered by Bord na Gaidhlig for the final part of the package has been received from HIE and Sgioba na Gaidhlig. This postholder has extended Ceòlas reach into several agencies by providing Gaelic translations

Cnoc Soilleir

This project has achieved the funding required to progress and a new company is almost in place.

Implementation Manager

The Development Plan has been updated and Ceòlas is moving towards its Implementation Stage. Extensive work carried out on this project with Phase I and now await the grant support.

GIFT: Gaelic Immersion for Teachers

Ceòlas has now been delivered over 3 years in partnership Strathclyde University and local authorities, all funded by Bord na Gaidhlig. Ceòlas recognises the valuable contribution the local community offers to learners of the language. Three Immersion Courses were run in 2019 one of which attracted 20 participants. GIFT for teachers has not been continued in the format previously offered – so marketing will be at current teachers.

Gaelic Curriculum Development Officer

This project, supported by Bord na Gaidhlig and the Scottish Government, saw the recruitment of a new officer who commenced work in August 2018. This is a two year fully funded project.

Report of the Trustees
for the Year Ended 31 August 2019

FUTURE PLANS

Ceòlas Uibhist Business Plan 2018 - 2021

Ceòlas focus in the last plan was GROWTH, in terms of staffing and activity. Ambitious plans were laid out and have substantially been achieved. Enormous progress has been made with the Cnoc Soilleir Development and that project now has its own dedicated staff to bring it to fruition.

Ceòlas, as an organisation, has had an injection of new Directors over the last two years bringing the age profile of the board to younger working age level. The capabilities of the new directors are extensive, with all of them employed in professions within the community. Ceòlas committee will need to be strengthened in a similar way in the coming three years.

Learning and Knowledge Transfer are key offerings from Ceòlas to participants, visitors and locals. Gaelic has always been an integral part of Ceòlas but over the past three years the focus has extended within to providing Immersion courses for teachers in Training. This work has been in collaboration with Bord na Gaidhlig and Strathclyde University. Three years experience has shown us the need to develop a wider staff team to enhance the work, an application has been made for a curriculum development officer. Gaelic at Ceòlas has further increased through providing weekly classes in the community, which are self-financing. Numbers opting for Gaelic as a First Choice Subject during the Summer School has also increased. The fact that South Uist is regarded as a stronghold of the language, according to the census of 2011, then it is incumbent upon us to treasure this resource and ensure it remains as such. Proposals will be made within the plan to demonstrate our commitment to ensuring the continuation of the language in this community.

Music - Song - Dance are core to the culture and bring Ceòlas interesting tutors as well as learners at our summer school / winter festival classes / song conference and symposium. The experiences of learners are highly valued by them and we see many return year on year. Ceòlas organises a Youth Programme for Fiddle and Accordion. Youth Piping and Fiddle are offered during the summer school and there has been an increase in young people attending through Highland Music Trust scholarships

Heritage - Ceòlas symposium has usually been viewed as an aspect of heritage but it is evident from the community contribution to the development of the annual theme, that it is realistically viewed as storytelling and knowledge transfer between the generations. Village exhibitions bring out the visual artist in a household to ensure that their storyboard has maximum impact, and these exhibitions attract good numbers of people for the four weeks they are open. The daily attendance at talks, walks results in sharing of knowledge with the speakers. In 2019, Prof. Stewart Angus was the main speaker at the symposium on Waterways and spoke of his own and other research into the Uist waterways and how climate change may impinge on the island in future.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The organisation is a charitable company limited by guarantee, incorporated on 23 February 2001 and registered as a Scottish charity. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

Recruitment and appointment of new trustees

The Company aims for a Board of Directors which is resident and representative of the Community in the Uists and which brings together expertise in the fields of, inter alia, Gaelic culture, education, media communication and the procurement of funding.

Organisational structure

Ceòlas employs 7 members of staff and is overseen by a board of 9 directors, supported by a community committee.

Report of the Trustees
for the Year Ended 31 August 2019

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

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

A risk register has been developed by the trustees and those risks identified as high or moderate have been summarised below, together with the steps taken to mitigate the exposure:

Risk description	Mitigation
Core activities Regular funding applications for core organisational activity unsuccessful	- Review funding strategies on an annual basis-Identify alternative funding opportunities- Seek additional/alternative funding to support core activity. HIE have agreed funding support for Business planning and is in process of procurement. Two of the main funders substantially reduced their contribution to Ceolas, one reduction was met by a generous individual.
Additional funding applications for core organisational activity unsuccessful	- Scale-down core activity- Consider cancellation of core activity strands
Bookings for core activity low/below budget requirements	- Advertise core events early- Regular monitoring of participant figures- Strategies in place for reaching new audiences
Participation at core activity low Core activity runs over-budget	- Strategies for in place for reaching audiences - Costs to be closely monitored throughout- Contingency to be included in cost planning and budgets
Cnoc Soilleir One of the partners chooses to withdraw from the partnership. Core staff input requirements (administration, finance, accounting, operational planning) beyond current organisational capacity	- Partners operate in close contact, maintaining communication throughout the project - Regular assessment of Cnoc Soilleir project requirements on core Ceòlas staff- Where necessary and appropriate, request reallocated from Cnoc Soilleir budget to support core Ceòlas staff time for input to Cnoc Soilleir project.- Identifying additional training requirements and opportunities for core staff relevant to Cnoc Soilleir project
Ceòlas fail to grow activity to fill Cnoc Soilleir obligations	- Regular assessment of Ceòlas Development and Business planning- Seek additional advice and expertise on Development and Business planning. HIE Account Managed Organisation support is being procured for business planning.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
SC216090 (Scotland)

Registered Charity number
SC031179

Registered office
Gleus House
Daliburgh
Lochboisdale
Isle of South Uist
HS8 5SS

CEÒLAS UIBHIST LIMITED

Report of the Trustees for the Year Ended 31 August 2019

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees

M Walker

M T MacInnes

P Macdonald

I F MacDonald

C MacIntyre

D J MacDonald

L C F Morrison = resigned 4.2.19

I T Macdonald

R M King

S A Mackay = appointed 30.11.18

Auditors

Mann Judd Gordon Ltd

Chartered Accountants

& Statutory Auditors

26 Lewis Street

Stornoway

Isle of Lewis

HS1 2JF

Development & Office Manager

Mary Schmöller

Bankers

The Royal Bank of Scotland

Website

www.Ceòlas.co.uk

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Ceòlas Uibhist Limited 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 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.

CEÒLAS UIBHIST LIMITED

Report of the Trustees
for the Year Ended 31 August 2019

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 30th January, 2020r and signed on its behalf by:


Isabel F MacDonald - Trustee

Report of the Independent Auditors to the Trustees and Members of
Ceòlas Uibhist Limited

Opinion

We have audited the financial statements of Ceòlas Uibhist Limited (the 'charitable company') for the year ended 31 August 2019 which comprise the Statement of Financial Activities, the Balance Sheet, the 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 charitable company's affairs as at 31 August 2019 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, 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 regulation 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 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 the provisions available for small entities, in the circumstances set out in note 21 to the financial statements, 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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, except to the extent otherwise explicitly stated in our report, 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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions 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.

Matters on which we are required to report by exception

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

Report of the Independent Auditors to the Trustees and Members of
CEÒLAS UIBHIST LIMITED

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 take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

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 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 charitable company or to cease operations, or have no realistic alternative but to do so.

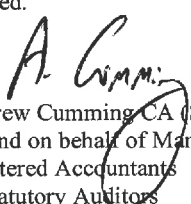
Our responsibilities for the audit of the financial statements

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.

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 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.


Andrew Cumming CA (Senior Statutory Auditor)
for and on behalf of Mann Judd Gordon Ltd
Chartered Accountants
& Statutory Auditors

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
26 Lewis Street
Stornoway
Isle of Lewis
HS1 2JF

30th January 2020

CEÒLAS UIBHIST LIMITED

Statement of Financial Activities
for the Year Ended 31 August 2019

	Notes	Unrestricted funds £	Restricted funds £	31.8.19 Total funds £	31.8.18 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	135,034	1,053,393	1,188,427	505,053
Charitable activities	6				
Charitable activities		61,174	4,418	65,592	54,469
Other trading activities	4	1,201	2,259	3,460	1,155
Investment income	5	-	3,118	3,118	-
Total		197,409	1,063,188	1,260,597	560,677
EXPENDITURE ON					
Raising funds	7	395	-	395	1,265
Charitable activities	8				
Charitable activities		<u>183,338</u>	<u>2,504,455</u>	<u>2,687,793</u>	<u>235,375</u>
Total		183,733	2,504,455	2,688,188	236,640
NET INCOME/(EXPENDITURE)		13,676	(1,441,267)	(1,427,591)	324,037
Transfers between funds	19	<u>(259)</u>	<u>259</u>	<u>-</u>	<u>-</u>
Net movement in funds		13,417	(1,441,008)	(1,427,591)	324,037
RECONCILIATION OF FUNDS					
Total funds brought forward		79,079	1,497,498	1,576,577	1,252,540
TOTAL FUNDS CARRIED FORWARD		<u>92,496</u>	<u>56,490</u>	<u>148,986</u>	<u>1,576,577</u>

The notes form part of these financial statements

CEÒLAS UIBHIST LIMITED

Balance Sheet
At 31 August 2019

	Notes	Unrestricted funds £	Restricted funds £	31.8.19 Total funds £	31.8.18 Total funds £
FIXED ASSETS					
Tangible assets	15	19,236	329	19,565	404,473
CURRENT ASSETS					
Stocks	16	1,200	-	1,200	1,200
Debtors	17	39,871	-	39,871	39,710
Cash at bank and in hand		<u>35,875</u>	<u>58,561</u>	<u>94,436</u>	<u>1,136,876</u>
		76,946	58,561	135,507	1,177,786
CREDITORS					
Amounts falling due within one year	18	(3,686)	(2,400)	(6,086)	(5,682)
NET CURRENT ASSETS					
		<u>73,260</u>	<u>56,161</u>	<u>129,421</u>	<u>1,172,104</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		92,496	56,490	148,986	1,576,577
NET ASSETS					
		<u>92,496</u>	<u>56,490</u>	<u>148,986</u>	<u>1,576,577</u>
FUNDS					
Unrestricted funds	19			92,496	79,079
Restricted funds				<u>56,490</u>	<u>1,497,498</u>
TOTAL FUNDS					
				<u>148,986</u>	<u>1,576,577</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees on 30th January 2020 and were signed on its behalf by:

Margaret C Walker

M Walker -Trustee

The notes form part of these financial statements

CEÒLAS UIBHIST LIMITED

Cash Flow Statement
for the Year Ended 31 August 2019

	Notes	31.8.19 £	31.8.18 £
Cash flows from operating activities:			
Cash generated from operations	1	<u>(1,427,013)</u>	<u>304,153</u>
Net cash provided by (used in) operating activities		<u>(1,427,013)</u>	<u>304,153</u>
Cash flows from investing activities:			
Purchase of tangible fixed assets		(230,032)	(184,810)
Sale of tangible fixed assets		611,487	-
Interest received		<u>3,118</u>	<u>-</u>
Net cash provided by (used in) investing activities		<u>384,573</u>	<u>(184,810)</u>
<hr/>			
Change in cash and cash equivalents in the reporting period		(1,042,440)	119,343
Cash and cash equivalents at the beginning of the reporting period		<u>1,136,876</u>	<u>1,017,533</u>
Cash and cash equivalents at the end of the reporting period		<u>94,436</u>	<u>1,136,876</u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 31 August 2019

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES	31.8.19	31.8.18
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(1,427,591)	324,037
Adjustments for:		
Depreciation charges	3,453	1,206
Interest received	(3,118)	-
Increase in debtors	(161)	(21,773)
Increase in creditors	<u>404</u>	<u>683</u>
Net cash provided by (used in) operating activities	<u>(1,427,013)</u>	<u>304,153</u>

Notes to the Financial Statements
for the Year Ended 31 August 2019

1. STATUTORY INFORMATION

The Organisation is a charitable company limited by guarantee, incorporated in Scotland on 23 February 2001 and registered as a Scottish charity. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

The registered office and place of business is: Gleus House, Daliburgh, Lochboisdale, Isle of South Uist, HS8 5SS.

The description of the charity's operations is included in the Report of Trustees.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', 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 presentation currency of the accounts is Pound sterling (£).

The accounts are rounded to the nearest £1.

Going concern

The charity is a going concern and there are no material uncertainties casting significant doubt over its ability to continue as a going concern.

Critical accounting judgements and key sources of estimation uncertainty

Fixed asset net book value and depreciation charges are the areas of the accounts which are affected by significant judgements and estimates. The trustees exercise judgement in determining both the useful economic life and the likely residual value of the charity's assets. This judgement affects the rates of and charge for depreciation in the accounts for the year. It also therefore affects the net book value of the assets in the balance sheet.

Income

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

Income from government and other grants, whether capital grants or revenue grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2019

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

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

Equipment - 15% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity.

Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Debtors and creditors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered.

Prepayments are valued at the amount prepaid net of any trade discounts due.

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

3. DONATIONS AND LEGACIES

	Unrestricted funds £	Restricted funds £	31.8.19 Total funds £	31.8.18 Total funds £
Donations and Gift Aid	4,034	498	4,532	7,266
Grants	<u>131,000</u>	<u>1,052,895</u>	<u>1,183,895</u>	<u>497,787</u>
	<u>135,034</u>	<u>1,053,393</u>	<u>1,188,427</u>	<u>505,053</u>

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

	31.8.19 £	31.8.18 £
Creative Scotland	19,795	53,495
Comhairle nan Eilean Siar	27,572	30,899
Highlands and Islands Enterprise	55,218	25,993
Bord na Gaidhlig	71,110	54,650
Scottish Government	1,007,400	310,000
Fèisean nan Gàidheal	900	-
Other grants	1,900	4,500
Robertson Trust	-	7,000
Royal Edinburgh Military Tattoo	-	11,250
	<u>1,183,895</u>	<u>497,787</u>

CEÒLAS UIBHIST LIMITED

Notes to the Financial Statements - continued
for the Year Ended 31 August 2019

4. OTHER TRADING ACTIVITIES

	Unrestricted funds £	Restricted funds £	31.8.19 Total funds £	31.8.18 Total funds £
CD sales	601	-	601	740
Other income	<u>600</u>	<u>2,259</u>	<u>2,859</u>	<u>415</u>
	<u>1,201</u>	<u>2,259</u>	<u>3,460</u>	<u>1,155</u>

5. INVESTMENT INCOME

	Unrestricted funds £	Restricted funds £	31.8.19 Total funds £	31.8.18 Total funds £
Bank account interest	-	3,118	3,118	-

6. INCOME FROM CHARITABLE ACTIVITIES

	31.8.19 £	31.8.18 £
Student fees	31,773	24,001
Community events	19,584	17,557
Brochure and advertising	648	800
Symposium income	2,042	2,030
Gaelic classes income	7,127	5,038
Accordion hire income	1,709	2,123
Dance income	479	330
Celtic Connections	-	1,786
Translation income	<u>2,230</u>	<u>804</u>
	<u>65,592</u>	<u>54,469</u>

7. RAISING FUNDS

Other trading activities

	Unrestricted funds £	Restricted funds £	31.8.19 Total funds £	31.8.18 Total funds £
Purchases	<u>395</u>	-	395	1,265

8. CHARITABLE ACTIVITIES COSTS

	Direct costs £	Grant funding of activities (See note 9) £	Support costs (See note 10) £	Totals £
Charitable activities	<u>227,227</u>	<u>2,431,507</u>	<u>29,059</u>	<u>2,687,793</u>

CEÒLAS UIBHIST LIMITED

Notes to the Financial Statements - continued
for the Year Ended 31 August 2019

9. GRANTS PAYABLE

	31.8.19	31.8.18
	£	£
Charitable activities	<u>2,431,507</u>	<u>-</u>

The total grants paid to institutions during the year was as follows:

	31.8.19	31.8.18
	£	£
Cnoc Soillier	<u>2,431,507</u>	<u>-</u>

10. SUPPORT COSTS

	Management	Governance	Totals
	£	costs £	£
Charitable activities	<u>24,236</u>	<u>4,823</u>	<u>29,059</u>

11. NET INCOME/(EXPENDITURE)

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

	31.8.19	31.8.18
	£	£
Auditors' remuneration	2,400	-
Auditors' remuneration for non audit work	1,693	-
Depreciation - owned assets	<u>3,453</u>	<u>1,206</u>

12. TRUSTEES' REMUNERATION AND BENEFITS

The following payments were made during the year:

- M T MacInnes received £3,550 (2018 - £1,673) in respect of vouched expenses and teaching on Gaelic Courses run by Ceòlas.

- C MacIntyre received £3,576 (2018 - £3,189) in respect of vouched expenses and teaching Gaelic Courses run by Ceòlas.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2019 nor for the year ended 31 August 2018.

13. STAFF COSTS

There were no staff costs for the year ended 31 August 2019 nor for the year ended 31 August 2018.

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

31.8.19	31.8.18
<u>7</u>	<u>8</u>

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

CEÒLAS UIBHIST LIMITED

Notes to the Financial Statements - continued
for the Year Ended 31 August 2019

14. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	124,439	380,614	505,053
Charitable activities			
Charitable activities	51,212	3,257	54,469
Other trading activities	<u>1,155</u>	<u>-</u>	<u>1,155</u>
Total	176,806	383,871	560,677
EXPENDITURE ON			
Raising funds	1,265	-	1,265
Charitable activities			
Charitable activities	<u>144,775</u>	<u>90,600</u>	<u>235,375</u>
Total	146,040	90,600	236,640
<hr/>			
NET INCOME/(EXPENDITURE)	30,766	293,271	324,037
RECONCILIATION OF FUNDS			
Total funds brought forward	48,312	1,204,228	1,252,540
<hr/>			
TOTAL FUNDS CARRIED FORWARD	<u>79,078</u>	<u>1,497,499</u>	<u>1,576,577</u>

15. TANGIBLE FIXED ASSETS

	Freehold property £	Equipment £	Totals £
COST			
At 1 September 2018	390,777	26,924	417,701
Additions	220,710	9,322	230,032
Disposals	<u>(611,487)</u>	<u>-</u>	<u>(611,487)</u>
At 31 August 2019	<u>-</u>	<u>36,246</u>	<u>36,246</u>
DEPRECIATION			
At 1 September 2018	-	13,228	13,228
Charge for year	<u>-</u>	<u>3,453</u>	<u>3,453</u>
At 31 August 2019	<u>-</u>	<u>16,681</u>	<u>16,681</u>
NET BOOK VALUE			
At 31 August 2019	<u>-</u>	<u>19,565</u>	<u>19,565</u>
At 31 August 2018	<u>390,777</u>	<u>13,696</u>	<u>404,473</u>

Disposals in the year relate to development costs of the Cnoc Soilleir project, which have been transferred to the newly established Cnoc Soilleir entity.

CEÒLAS UIBHIST LIMITED

Notes to the Financial Statements - continued
for the Year Ended 31 August 2019

15. TANGIBLE FIXED ASSETS - continued

16. STOCKS

	31.8.19	31.8.18
	£	£
Stocks	<u>1,200</u>	<u>1,200</u>

17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.19	31.8.18
	£	£
Grants receivable	<u>39,871</u>	<u>39,710</u>

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.19	31.8.18
	£	£
Credit card	329	398
Social security and other taxes	1,641	-
Accrued expenses	<u>4,116</u>	<u>5,284</u>
	<u>6,086</u>	<u>5,682</u>

19. MOVEMENT IN FUNDS

	At 1.9.18	Net movement in funds	Transfers between funds	At 31.8.19
	£	£	£	£
Unrestricted funds				
General fund	54,079	13,676	(259)	67,496
Contingency Fund	<u>25,000</u>	-	-	<u>25,000</u>
	79,079	13,676	(259)	92,496
Restricted funds				
Youth Funding and Buttons & Bows	7,603	(7,862)	259	-
Dance development	18,352	(10,070)	-	8,282
Cnoc Soilleir	1,459,897	(1,423,113)	-	36,784
Media & Communication officer	11,646	(3,931)	-	7,715
Curriculum Officer	<u>-</u>	<u>3,709</u>	-	<u>3,709</u>
	1,497,498	(1,441,267)	259	56,490
TOTAL FUNDS	<u>1,576,577</u>	<u>(1,427,591)</u>	-	<u>148,986</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2019

19. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	197,409	(183,733)	13,676
Restricted funds			
Youth Funding and Buttons & Bows	1,708	(9,570)	(7,862)
Dance development	1,379	(11,449)	(10,070)
Cnoc Soilleir	1,034,130	(2,457,243)	(1,423,113)
Media & Communication officer	20,971	(24,902)	(3,931)
Curriculum Officer	<u>5,000</u>	<u>(1,291)</u>	<u>3,709</u>
	1,063,188	(2,504,455)	(1,441,267)
TOTAL FUNDS	<u>1,260,597</u>	<u>(2,688,188)</u>	<u>(1,427,591)</u>

Comparatives for movement in funds

	At 1.9.17 £	Net movement in funds £	At 31.8.18 £
Unrestricted Funds			
General fund	23,312	30,767	54,079
Contingency Fund	<u>25,000</u>	-	<u>25,000</u>
	48,312	30,767	79,079
Restricted Funds			
Youth Funding and Buttons & Bows	17,533	(9,930)	7,603
Dance development	13,135	5,217	18,352
Cnoc Soilleir	1,164,689	295,208	1,459,897
Media & Communication officer	<u>8,871</u>	<u>2,775</u>	<u>11,646</u>
	1,204,228	293,270	1,497,498
TOTAL FUNDS	<u>1,252,540</u>	<u>324,037</u>	<u>1,576,577</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2019

19. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	176,806	(146,039)	30,767
Restricted funds			
Youth Funding and Buttons & Bows	2,124	(12,054)	(9,930)
Dance development	11,830	(6,613)	5,217
Cnoc Soilleir	340,910	(45,702)	295,208
Media & Communication officer	<u>29,007</u>	<u>(26,232)</u>	<u>2,775</u>
	383,871	(90,601)	293,270
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>560,677</u>	<u>(236,640)</u>	<u>324,037</u>

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

	At 1.9.17 £	Net movement in funds £	Transfers between funds £	At 31.8.19 £
Unrestricted funds				
General fund	23,312	44,443	(259)	67,496
Contingency Fund	25,000	-	-	25,000
Restricted funds				
Youth Funding and Buttons & Bows	17,533	(17,792)	259	-
Dance development	13,135	(4,853)	-	8,282
Cnoc Soilleir	1,164,689	(1,127,905)	-	36,784
Media & Communication officer	8,871	(1,156)	-	7,715
Curriculum Officer	<u>-</u>	<u>3,709</u>	<u>-</u>	<u>3,709</u>
	<u>1,204,228</u>	<u>(1,147,997)</u>	<u>259</u>	<u>56,490</u>
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>1,252,540</u>	<u>(1,103,554)</u>	<u>-</u>	<u>148,986</u>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2019

19. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	374,215	(329,772)	44,443
Restricted funds			
Youth Funding and Buttons & Bows	3,832	(21,624)	(17,792)
Dance development	13,209	(18,062)	(4,853)
Cnoc Soilleir	1,375,040	(2,502,945)	(1,127,905)
Media & Communication officer	49,978	(51,134)	(1,156)
Curriculum Officer	<u>5,000</u>	<u>(1,291)</u>	<u>3,709</u>
	<u>1,447,059</u>	<u>(2,595,056)</u>	<u>(1,147,997)</u>
TOTAL FUNDS	<u>1,821,274</u>	<u>(2,924,828)</u>	<u>(1,103,554)</u>

20. RELATED PARTY DISCLOSURES

Related party disclosures are made in note 12.

21. APB ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

22. ULTIMATE CONTROLLING PARTY

There is no ultimate controlling party.

Detailed Statement of Financial Activities
for the Year Ended 31 August 2019

	Unrestricted funds £	Restricted funds £	31.8.19 Total funds £	31.8.18 Total funds £
INCOME AND ENDOWMENTS				
Donations and legacies				
Donations and Gift Aid	4,034	498	4,532	7,266
Grants	<u>131,000</u>	<u>1,052,895</u>	<u>1,183,895</u>	<u>497,787</u>
	135,034	1,053,393	1,188,427	505,053
Other trading activities				
CD sales	601	-	601	740
Other income	<u>600</u>	<u>2,259</u>	<u>2,859</u>	<u>415</u>
	1,201	2,259	3,460	1,155
Investment income				
Bank account interest	-	3,118	3,118	-
Charitable activities				
Student fees	31,773	-	31,773	24,001
Community events	19,584	-	19,584	17,557
Brochure and advertising	648	-	648	800
Symposium income	2,042	-	2,042	2,030
Gaelic classes income	7,127	-	7,127	5,038
Accordion hire income	-	1,709	1,709	2,123
Dance income	-	479	479	330
Celtic Connections	-	-	-	1,786
Translation income	<u>-</u>	<u>2,230</u>	<u>2,230</u>	<u>804</u>
	<u>61,174</u>	<u>4,418</u>	<u>65,592</u>	<u>54,469</u>
Total incoming resources	197,409	1,063,188	1,260,597	560,677
EXPENDITURE				
Other trading activities				
Purchases	395	-	395	1,265
Charitable activities				
Wages	47,750	373	48,123	24,061
Cape Breton tutors & travel	8,950	-	8,950	5,706
Gaelic language tutors	-	-	-	3,287
Crèche	760	-	760	713
Tutor / artistic director travel	22,660	600	23,260	14,494
Website development	726	-	726	1,587
Symposia / conferences	1,857	-	1,857	5,034
Dance Development project	-	11,449	11,449	6,613
Celtic Connections	-	-	-	2,021
Media & Communications officer	-	24,272	24,272	25,684
Carried forward	82,703	36,694	119,397	89,200

This page does not form part of the statutory financial statements

Detailed Statement of Financial Activities
for the Year Ended 31 August 2019

	Unrestricted funds £	Restricted funds £	31.8.19 Total funds £	31.8.18 Total funds £
Charitable activities				
Brought forward	82,703	36,694	119,397	89,200
Artistic Director	12,464	-	12,464	12,521
B.I Minority	330	-	330	689
Curriculum Officer	-	918	918	-
Staff development & training	464	-	464	-
Summer school	9,566	-	9,566	14,865
Song conference	342	-	342	908
Buttons and Bows costs	-	9,570	9,570	12,036
Graduate placement costs	-	-	-	1,611
Implementation costs	-	23,308	23,308	38,490
Special events	28,417	-	28,417	26,361
Gaelic classes	22,451	-	22,451	9,811
Grants to institutions	<u>-</u>	<u>2,431,507</u>	<u>2,431,507</u>	<u>-</u>
	156,737	2,501,997	2,658,734	206,492
Support costs				
Management				
Office rent and utilities	11,258	-	11,258	8,672
Office supplies and telephone	6,097	-	6,097	4,685
Advertising	2,773	-	2,773	3,493
Bank charges	655	-	655	594
Depreciation	<u>3,395</u>	<u>58</u>	<u>3,453</u>	<u>1,206</u>
	24,178	58	24,236	18,650
Governance costs				
Auditors' remuneration	-	2,400	2,400	-
Auditors' remuneration for non audit work	1,693	-	1,693	-
Accountancy fees	-	-	-	4,721
AGM costs	730	-	730	1,288
Professional fees	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,224</u>
	<u>2,423</u>	<u>2,400</u>	<u>4,823</u>	<u>10,233</u>
Total resources expended	183,733	2,504,455	2,688,188	236,640
Net (expenditure)/income	<u>13,676</u>	<u>(1,441,267)</u>	<u>(1,427,591)</u>	<u>324,037</u>

