

Clan Donnachaidh Society

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 December 2018

Achievements and performance

2018 saw a group of Clan Donnachaidh families achieve their ambition, as reported the previous year, to purchase Struan Kirk, the spiritual home of the Clan, from the Church of Scotland. This was done with the help of financial support from the Charity after it held an EGM which gave approval for a major donation. A newly established Trust, the Struan Kirk Trust, now owns the kirk. Our Clan Chief and the Charity's Chairman as well as another of our Trustees became Trustees of the new Trust. The Trust's objectives, of maintaining the Kirk as a place of worship and also for local community purposes, are very much in line with the Charity's own objectives. The Charity was able to raise sufficient funds from members and friends of the Clan to make donations to the Trust which played a substantial part in the funding of the purchase and subsequent repair work to the building without negatively impacting its own finances.

The Charity has continued its cooperation with its neighbour, House of Bruar, resulting in continuing improvements to our premises at Bruar both externally and internally as well as a better, if for the time being somewhat smaller, Clan Museum display of artefacts and historical and educational materials which is open to the general public.

During the year the Charity accepted the permanent handing over into our care by the Trustees of the famed 51st. Highland Division of the Division's memorial statue of a piper which has stood on the Charity's grounds at Bruar for the past 12 years. The public recognition in this way of Clan Donnachaidh as a suitable guardian of this splendid memorial to the long and distinguished service and bravery of the country's highland regiments is expected to contribute to maintaining and if possible enhancing the Charity's public profile.

To mark Scotland's Year of Young People, we launched the Clan Donnachaidh Youth Award, open to local youngsters nominated by their schools, parents or others for exceptional courage and determination in overcoming adversity. This award will continue in future years and is aimed at encouraging interest in Clan Donnachaidh among younger generations. Its first winner attended our annual Clan Gathering, which in 2018 attracted an even larger overseas attendance than in previous years as our Chief celebrated his 80th birthday and 35 years as Chief. The winner was also later given work experience at our Clan Centre.

Events at the Gathering included a performance of Gaelic and other songs by pupils from local primary schools. Grants from our educational funds were again made during the year to the same local schools.

Clan Donnachaidh Society

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Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 December 2018

Financial review

The year saw a much reduced outflow of cash compared to the prior year. Before modest (and unrealised) losses on the Charity's stock market investments, net expenditure was very close to zero. This does however reflect very substantial new income into that part of the Society's funds which is ring-fenced for its support of the Struan Kirk Trust. Unrestricted funds thus continued to decline, and the Trustees will continue to face a significant challenge to achieve longer-term break-even or cash surplus results.

Membership subscriptions attributable to the year, along with contributions received from branches towards the cost of the Clan Annual, amounted to £11,601 (2017: £11,872). These continue to be the main source of regular income after that received from renting out part of the Charity's property, which in the first full year of rent from the Society's major new tenant at Bruar amounted to £17,496 (2017: £11,290).

Donations at £64,824 (2017: £8,747) included £55,122 for the restricted Struan Kirk fund. The main expense continued to be staff costs at £22,392 (2017: £23,634).

A major increase in value of the Charity's total assets at year end reflects an up to date revaluation of the Society's property at Bruar. The £255,000 increase has been allocated to Revaluation Reserve. The year-end total was £635,025 (2017: £387,893). Part of the funds (£68,783) remains ring-fenced for defined purposes including both Struan Kirk Trust support and long-established educational purposes.

Plans for future periods

Our future programme will continue to use well established ways, but also to seek new ones, of preserving and spreading knowledge of Clan Donnachaidh and its history and heritage. Planned new initiatives include the launch, probably at a future Pitlochry Highland games, of competitions involving feats of strength lifting two very large and heavy round stones discovered by members of the Scottish weight-lifting fraternity in the Charity's grounds at Bruar.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report (incorporating the directors' report) was approved on 13 September 2019 and signed on behalf of the board of trustees by:

Mr G P A G Robertson (Chairman)
Trustee

Clan Donnachaidh Society
Year Ended 31 December 2018
Summary of Results

	2017	
	£	£
Income and Expenditure		
Income		
Subscriptions and Clan advertising	11601	11871
Donations & legacies	9702	8748
Donations for Struan Kirk	55122	0
Investment income	6929	6526
Bank interest	23	5
Rental income	17496	11290
Sale of stock	2253	726
Other income (incl. Gathering)	16914	9260
	<u>120040</u>	<u>48426</u>
Expenditure		
Membership & Museum admin	22551	23634
Property costs (incl. insurance)	7162	20703
Security alarm costs	3386	4985
Clan annual and AGM	22693	14986
Administration expenses	7163	3846
Legal & professional	8615	10914
Investment management	587	538
Bank charges	1072	763
Depreciation	674	786
Transfer to Struan Kirk Trust	43100	0
Donations	500	1000
Purchase of stock	1996	200
Other expenditure	843	481
	<u>120342</u>	<u>82836</u>
Deficit of income	-302	-34410
Gain / (loss) on sale of investments and change in market value	-7566	-1956
Ordinary Deficit	-7868	-36366
Surplus on revaluation of property	255000	0
Movement in Reserves	<u>247132</u>	<u>-36366</u>
Reserves brought forward	387893	424259
Reserves carried forward	<u>635025</u>	<u>387893</u>
Balance Sheet		
Property, equipment & fittings	476772	222446
Investments	136972	154649
	<u>613744</u>	<u>377095</u>
Stock	1500	350
Debtors	11600	5823
Bank	25157	18828
Creditors	-16976	-14203
Net Assets	<u>635025</u>	<u>387893</u>

Clan Donnachaidh Society
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)
Year ended 31 December 2018

		2018		2017	
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Donations, legacies and membership	5	16,303	60,122	76,425	20,619
Charitable activities	6	17,443	–	17,443	8,046
Investment income	7	22,379	2,070	24,448	17,821
Other income	8	1,724	–	1,724	1,940
Total income		<u>57,849</u>	<u>62,192</u>	<u>120,040</u>	<u>48,426</u>
Expenditure					
Expenditure on raising funds:					
Investment management costs	9	(587)	–	(587)	(538)
Expenditure on charitable activities	10,11	(76,156)	(43,600)	(119,755)	(82,298)
Total expenditure		<u>(76,743)</u>	<u>(43,600)</u>	<u>(120,342)</u>	<u>(82,836)</u>
Net losses on investments	12	(4,414)	(3,152)	(7,566)	(1,956)
Net expenditure		<u>(23,308)</u>	<u>15,440</u>	<u>(7,868)</u>	<u>(36,366)</u>
Transfers between funds		1,900	(1,900)	–	–
Other recognised gains and losses					
Gains from revaluation of fixed assets		255,000	–	255,000	–
Net movement in funds		233,592	13,540	247,132	(36,366)
Reconciliation of funds					
Total funds brought forward		332,650	55,243	387,893	424,259
Total funds carried forward		<u>566,242</u>	<u>68,783</u>	<u>635,025</u>	<u>387,893</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 10 to 22 form part of these financial statements.

Clan Donnachaidh Society

Company Limited by Guarantee

Statement of Financial Position

31 December 2018

	Note	2018		2017
		£	£	£
Fixed assets				
Tangible fixed assets	17		476,772	222,446
Investments	18		136,972	154,649
			<u>613,744</u>	<u>377,095</u>
Current assets				
Stock	19	1,500		350
Debtors	20	11,600		5,823
Cash at bank and in hand		25,157		18,828
		<u>38,257</u>		<u>25,001</u>
Creditors: amounts falling due within one year	21	16,976		14,203
Net current assets			<u>21,281</u>	<u>10,798</u>
Total assets less current liabilities			<u>635,025</u>	<u>387,893</u>
Net assets			<u>635,025</u>	<u>387,893</u>
Funds of the charity				
Restricted funds			68,783	55,243
Unrestricted funds:				
Revaluation reserve		255,000		—
Other unrestricted income funds		311,242		332,650
Total unrestricted funds		<u>566,242</u>		<u>332,650</u>
Total charity funds	23		<u>635,025</u>	<u>387,893</u>

For the year ending 31 December 2018 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

The statement of financial position
continues on the following page.

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