

Company Registration No. 2751RS (Scotland)

**SHETLAND COMMUNITY BENEFIT FUND
LIMITED**

**REPORT AND UNAUDITED FINANCIAL
STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2021**

SHETLAND COMMUNITY BENEFIT FUND LIMITED

COMPANY INFORMATION

Directors	Mr J Anderson Mr R Black Ms A Brown Mr C Bunyan (Chair) Mr A Christie-Henry Mr C Clark Mr J Dally (Vice Chair) Mr J Garrick Mr A Laurenson Mr J Macbeath Mr A MacDonald Mr N Martin Mr E Nicolson Mr K Pottinger Ms A Sutherland Mr G Thomson
Secretary	Mr N Martin
Company number	2751RS
Registered office	Market House 14 Market Street Lerwick Shetland ZE1 0JP
Accountants	RSM UK Tax and Accounting Limited Chartered Accountants St Olaf's Hall Church Road Lerwick Shetland Isles ZE1 0FD

SHETLAND COMMUNITY BENEFIT FUND LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2021

The directors present their annual report and financial statements for the year ended 31 March 2021.

Principal activities

The principal activity of the company is to receive, manage and distribute the voluntary community benefit payments from renewable energy developers in Shetland.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr J Anderson	(Appointed 9 September 2020)
Mr R Black	(Appointed 12 August 2020)
Ms A Brown	
Mr C Bunyan (Chair)	
Mr A Christie-Henry	
Mr C Clark	
Mr J Dally (Vice Chair)	
Mr J Garrick	
Mr A Laurenson	
Mr G Laurenson	(Resigned 12 August 2020)
Mr J Macbeath	(Appointed 8 July 2020)
Mr A MacDonald	
Mr N Martin	
Mr E Nicolson	(Appointed 17 January 2021)
Mr L Odie	(Resigned 15 February 2021)
Mr K Pottinger	
Ms A Sutherland	
Mr G Thomson	
Mr A Wenger	(Resigned 9 September 2020)

Small companies exemption

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

On behalf of the board



Mr C Bunyan (Chair)
Director



Mr J Dally (Vice Chair)
Director

12 May 2021

ACCOUNTANT'S REPORT TO THE BOARD OF DIRECTORS OF SHETLAND COMMUNITY BENEFIT FUND LIMITED ON THE UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

We report on the Accounts for the year ended 31 March 2021 set out on pages 3 to 7.

This report is made solely to the Society's members, as a body, in accordance with the terms of our engagement letter dated 20 April 2021 and the provisions of the Co-operative and Community Benefit Societies Act 2014 ("the Act"). Our work has been undertaken so that we might state to the Society's members those matters we are required to state to them in an accountants' report and for no other purpose. To the fullest extent permitted by law, we do not accept responsibility to anyone other than the Society and the Society's members as a body, for our work, for this report or for the opinion we have formed.

Respective Responsibilities of Officers and the Independent Accountant

The Society's officers are responsible for the preparation of the Accounts and they consider that an audit is not required for this year and that an independent accountant's report is needed.

It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of the independent accountant's opinion

Our work was conducted in accordance with the requirements of our professional body, the Institute of Chartered Accountants in Scotland. Our procedures consisted of comparing the accounts with the accounting records kept by the Society, and making such limited enquiries of the officers of the Society as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion and do not provide all the evidence that would be required for an audit, and consequently we do not express an audit opinion on the view given by the accounts.

Independent Accountant's Opinion

In our opinion:

- (a) the statement of comprehensive income and statement of financial position are in agreement with the books of account kept by the Society under s75 of the Act;
- (b) having regard only to, and on the basis of, the information contained in those books of account, the Accounts comply with the requirements of the Act, and
- (c) the Society met the financial criteria for the exercise of the power conferred by s84 of the Act in relation to the preceding year.

RSM UK Audit LLP
RSM UK Audit LLP
Independent Accountants & Chartered Accountants
St Olaf's Hall
Church Road
Lerwick
Shetland Isles
ZE1 0FD

18 May 2021

SHETLAND COMMUNITY BENEFIT FUND LIMITED

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 MARCH 2021

	2021	2020
	£	£
Administrative expenses	(235,085)	-
Other operating income	235,085	-
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Profit before taxation	-	-
Tax on profit	-	-
	<hr/>	<hr/>
Profit for the financial year	-	-
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SHETLAND COMMUNITY BENEFIT FUND LIMITED**STATEMENT OF FINANCIAL POSITION****AS AT 31 MARCH 2021**

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	2		1,264		-
Current assets					
Debtors	3	1,222		-	
Cash at bank and in hand		114,746		249	
		<u>115,968</u>		<u>249</u>	
Creditors: amounts falling due within one year	4	<u>(116,965)</u>		<u>-</u>	
Net current (liabilities)/assets			(997)		249
Total assets less current liabilities			<u>267</u>		<u>249</u>
Capital and reserves					
Called up share capital			18		-
Profit and loss reserves			249		249
Total equity			<u>267</u>		<u>249</u>

The company is satisfied that it is entitled to exemption from the requirement to obtain an audit under section 84 of the Co-operative and Community Benefit Societies Act 2014.

The directors have not required the company to obtain an audit of its financial statements for the year in question in accordance with the Act.

These financial statements have been prepared in accordance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

The financial statements were approved by the board of directors and authorised for issue on 12 May 2021 and are signed on its behalf by:



Mr C Bunyan (Chair)
Director



Mr J Dally (Vice Chair)
Director

SHETLAND COMMUNITY BENEFIT FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Company information

Shetland Community Benefit Fund Limited is a private company limited by shares and is registered and incorporated in Scotland. The registered office is Market House, 14 Market Street, Lerwick, Shetland, ZE1 0JP.

Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Co-operative and Community Benefit Societies Act 2014. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view Endif).

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

These financial statements are the first financial statements of Shetland Community Benefit Fund Limited prepared in accordance with FRS 102. The financial statements of Shetland Community Benefit Fund Limited for the year ended 31 March 2020 were prepared in accordance with FRSSE.

Some of the FRS 102 recognition, measurement, presentation and disclosure requirements and accounting policy choices differ from FRSSE. Consequently, the directors have amended certain accounting policies to comply with FRS 102. The directors have also taken advantage of certain exemptions from the requirements of FRS 102 permitted by FRS 102 Chapter 35 'Transition to this FRS'.

The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

Going concern

The directors believe that the Society will continue to perform well and will have sufficient cash to achieve the Society's goals and commitments for the foreseeable future. The directors do not consider any assets to be impaired and they continue to monitor the situation closely. The directors are therefore of the opinion it is appropriate to prepare the financial statements on a going concern basis.

Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery - computers	25%
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

Cash and cash equivalents

Cash and cash equivalents are basic financial instruments and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts.

SHETLAND COMMUNITY BENEFIT FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies (Continued)

Financial instruments

Financial instruments are recognised when the company becomes party to the contractual provisions of the instrument.

Basic financial assets

Basic financial assets, which include trade and other debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the financial asset is measured at the present value of the future receipts discounted at a market rate of interest.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including trade and other creditors, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Taxation

Current tax is based on taxable profit for the year. Current tax assets and liabilities are measured using tax rates that have been enacted or substantively enacted by the reporting date.

2 Tangible fixed assets

	Plant and machinery etc £
Cost	
Additions	1,686
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At 31 March 2021	1,686
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Depreciation and impairment	
Depreciation charged in the year	422
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At 31 March 2021	422
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Carrying amount	
At 31 March 2021	1,264
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At 31 March 2020	-
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SHETLAND COMMUNITY BENEFIT FUND LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

3 Debtors	2021	2020
	£	£
Amounts falling due within one year:		
Prepayments and accrued income	1,222	-
	<u> </u>	<u> </u>
4 Creditors: amounts falling due within one year	2021	2020
	£	£
Accruals and deferred income	116,965	-
	<u> </u>	<u> </u>

Included in accruals and deferred income is £114,915 to be spent in future years.

SHETLAND COMMUNITY BENEFIT FUND LIMITED

MANAGEMENT INFORMATION

FOR THE YEAR ENDED 31 MARCH 2021

THE FOLLOWING PAGES DO NOT FORM PART OF THE FINANCIAL STATEMENTS

SHETLAND COMMUNITY BENEFIT FUND LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

	£	2021 £	£	2020 £
Other operating income				
Community benefit payments		235,085		-
Administrative expenses				
Computer running costs	1,336		-	
Professional subscriptions	97		-	
Legal and professional fees	7,440		-	
Accountancy	13,882		-	
Charitable donations	200,000		-	
Insurances	96		-	
Advertising	835		-	
Telecommunications	109		-	
Depreciation	422		-	
Administration costs	10,868		-	
		<u>(235,085)</u>		<u>-</u>
