

**Charity number: SC041864**  
**Company number: SC385572**

**Community Land Scotland**  
**(A company limited by guarantee)**

**Directors' report and financial statements**  
**for the year ended 31 December 2016**

**Community Land Scotland  
(A company limited by guarantee)**

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**Community Land Scotland**  
**(A company limited by guarantee)**

**Legal and administrative information**

**Charity number** SC041864  
**Company registration number** SC385572

**Registered office** Hill Cottage  
Tarbert  
Isle of Harris  
HS3 3DL

**Directors** Lorne Buchanan MacLeod Chair - resigned 16 December 2016  
David Ewan Cameron Chair from 16 December 2016  
Ian Alexander Hepburn  
Margaret Nicolson  
John Charles Hutchison resigned 27 May 2016  
James Robert Hunter appointed 27 May 2016  
Agnes Rennie appointed 27 May 2016  
Angela Judith Williams appointed 27 May 2016

**Secretary** Linsay Chalmers

**Accountants** R A Clement Associates  
5 Argyll Square  
Oban  
Argyll  
PA34 4AZ

**Community Land Scotland**  
**(A company limited by guarantee)**

**Report of the directors (incorporating the trustees' report)**  
**for the year ended 31 December 2016**

The directors present their report and the financial statements for the year ended 31 December 2016. The directors, who are also trustees of Community Land Scotland for the purposes of charity law and who served during the year and up to the date of this report are set out on page 1.

**Structure, governance and management**

*Structure of the company*

The structure of the company consists of:

*Members*

The members have the right to attend the annual general meeting (and any other general meeting) and have important powers under the articles of association; in particular they elect people to serve as directors and take decisions in relation to changes in the organisation.

*Directors*

The directors hold regular meetings during the period between annual general meetings and generally control and supervise the activities of the company. In particular, the directors are responsible for monitoring the financial position of the company. The maximum number of directors is 12 of whom no more than 7 shall be elected directors, and no more than 5 shall be co-opted directors. Co-opted directors are those appointed by the Board on the basis that that person has special skills or experience which would be of assistance to the Board.

*Membership*

Full Membership is open to any organisation led and managed by the community which has a stated interest in owning or managing land for the benefit of the community. Associate membership is open to any other individual or organisation which wishes to support the aims and activities of the company. A register of membership is maintained by the company. In order to pursue the objectives of the company, the directors attend meetings, conferences, and discussions on behalf of the company to promote its aims and objectives. The Board has also appointed a policy director to research and prepare policy documents on relevant issues and to present these as required on the company's behalf.

*Risk policy*

The directors have assessed the major risks to which the charity is exposed, and in particular those related to the operations and finances of the charity, and are satisfied that systems are in place to mitigate any exposure to these risks.

*Reserves policy*

The policy of the charity is to aim to retain sufficient reserves to meet the cost of any commitments, as well as a contingency to enable it to continue to develop further projects. At this time, the main activities of the company are grant funded, and there are insufficient reserves to pursue additional projects.

**Objectives and activities**

The company's objects are to advance community development in Scotland, by maximising the impact of the community land movement as a major driver for community development throughout Scotland, and in particular through;

- promoting and representing the interests of community landowners across Scotland, at all levels of local and national government and their agencies;
  
- promoting the benefits of community landownership and proactively encouraging new community landowners;

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**Report of the directors (incorporating the trustees' report)  
for the year ended 31 December 2016**

- working with like-minded relevant organisations to ensure appropriate support for community landownership;
- facilitating networking and mutual support amongst community landowners.

**Achievements and performance**

Community Land Scotland is a membership based organisation set up in 2010 to represent the views of existing and aspiring community landowners in Scotland. It also facilitates knowledge exchange between members, and both funds and encourages research into the development of community land ownership.

The organisation continues to contribute on behalf of members by engaging with national and local government, third sector organisations, research institutions and other interested parties and individuals.

This year saw the new Land Reform Act come into being, and the establishment of the new Scottish Land Commission was well underway by the year end. A manifesto for the Scottish Parliament was launched in the Spring and Community Land Scotland supported the launch of the Global Call to Action on Indigenous and Community Land Rights, as members of the International Land Coalition.

A successful conference and AGM was held in Stornoway in May ,and a very well attended conference was held at Our Dynamic Earth in Edinburgh in September, with a focus on 'What's next for Land Reform?'

Our protocol for negotiated purchases of land, developed jointly with Scottish Land and Estates, was launched during the year, and shall undoubtedly have a positive effect for aspiring community land owners. Our eight step guide to community ownership was also launched, and received a favourable response from those communities considering land acquisition.

We welcomed Linsay Chalmers as our development manager. Linsay has been working to promote and encourage the take up of community land ownership across Scotland ,and has been most effective in liaising with our community landowner members.

A new Scottish Land Fund was launched with an initial £10M budget during the year and, already the positive impact of funding support from that fund is being felt by member community groups throughout Scotland.

We launched our Gaelic language policy during the year, reflecting the important link which exists between cultural heritage and land.

In November, Community Land Scotland hosted a meeting of the international Land Coalition in Edinburgh. The meeting gave attendees the chance to get an insight into community landownership and land reform in Scotland, as well as discussing some of the key global issues such as transparency of landownership, and land rights in developing countries.

Consultation responses were submitted on a variety of topic such as the Register of Controlling Interest in Land, and the Digital Economy Bill.

## **Community Land Scotland (A company limited by guarantee)**

### **Report of the directors (incorporating the trustees' report) for the year ended 31 December 2016**

Membership has grown to 73 communities, with encouraging interest in land ownership now coming from urban communities as well as rural communities. Social media has been most effective, with over 3,700 followers on Twitter, and increased Facebook likes.

Our members have achieved a great deal in 2016, and the immense contribution by numerous volunteer boards, together with energetic and committed staff, has resulted in major advancement for the sector. We are most grateful to a wide number of funders who have helped with the delivery of our projects and output during the year.

The board and staff of Community Land Scotland have shown tremendous commitment, energy and enthusiasm, and have made a valuable contribution towards developing community land ownership. Special thanks go to those board members who left the board at various times during 2016.

#### **Financial review**

Community Land Scotland has operated within its financial budget, and has closely monitored its income and expenditure against forecast figures throughout the year.

At the year end the charity had total reserves of £30,428. Of these £4,795 were unrestricted and available for general use, while £25,633 was restricted. The restricted reserves can only be used for the purposes intended as shown in the note on restricted reserves.

#### **Trustees' responsibilities in relation to the financial statements**

The directors (who are also trustees of Community Land Scotland under charity law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors 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 these financial statements, the directors are required to:

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

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and which enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Duncan Grout ACCA of R A Clement Associates was deemed to be reappointed as independent examiner and the directors recommend that Duncan Grout ACCA remains in office until further notice.

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**Report of the directors (incorporating the trustees' report)**  
**for the year ended 31 December 2016**

**Small company provisions**

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

This report was approved by the Board on 19/4/17 and signed on its behalf by



**Linsay Chalmers**  
**Secretary**

**Community Land Scotland**  
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**Independent examiner's report to the directors on the unaudited financial statements of  
Community Land Scotland.**

I report on the accounts for the year ended 31 December 2016 set out on pages 2 to 16.

This report is made to the charity's Trustees in accordance with the terms of my engagement. My work has been undertaken to enable me to prepare the financial statements on behalf of the charity's Trustees and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees, as a body, for my work or this report.

**Respective responsibilities of trustees and independent examiner**

The charity's trustees (who are also the directors of the company for purposes of company law) are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 (the Act) and the Charities Accounts (Scotland) Regulations 2006 (as amended). The charity's trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act, and to state whether particular matters have come to my attention.

**Basis of Independent examiner's statement**

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended). An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

**Independent examiner's statement**

In the course of my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that in any material respect the requirements:
  - to keep accounting records in accordance with Section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Regulations
  - to prepare accounts which agree with the accounting records and comply with Regulation 8 of the 2006 Regulationshave not been met, or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

.....  
Duncan Grout ACCA

..... 22/3/17 .....

Date

**Independent examiner**

**Of R A Clement Associates**  
5 Argyll Square  
Oban  
Argyll  
PA34 4AZ



**Community Land Scotland**  
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**Statement of financial activities (incorporating the income and expenditure account)**  
**For the year ended 31 December 2016**

|  | Notes | Unrestricted funds<br>£ | Restricted funds<br>£ | 2016<br>Total<br>£ | Unrestricted funds<br>£ | Restricted funds<br>£ | 2015<br>Total<br>£ |
|--|-------|-------------------------|-----------------------|--------------------|-------------------------|-----------------------|--------------------|
| <b>Income from:</b>                              |       |                         |                       |                    |                         |                       |                    |
| Donations, legacies & grants                     | 2     | 3,751                   | 149,493               | 153,244            | 2,607                   | 86,088                | 88,695             |
| Incoming resources from charitable activities    | 3     | 8,440                   | 5,543                 | 13,983             | 7,060                   | -                     | 7,060              |
| Investment income                                |       | 13                      | -                     | 13                 | 19                      | -                     | 19                 |
| <b>Total income</b>                              |       | <u>12,204</u>           | <u>155,036</u>        | <u>167,240</u>     | <u>9,686</u>            | <u>86,088</u>         | <u>95,774</u>      |
| <b>Expenditure on:</b>                           |       |                         |                       |                    |                         |                       |                    |
| Charitable activities                            | 4     | 6,326                   | 148,446               | 154,772            | 2,715                   | 80,321                | (83,036)           |
| <b>Total resources expended</b>                  |       | <u>6,326</u>            | <u>148,446</u>        | <u>154,772</u>     | <u>2,715</u>            | <u>80,321</u>         | <u>83,036</u>      |
| <b>Net income/(expenditure) before transfers</b> |       | 5,878                   | 6,590                 | 12,468             | 6,971                   | 5,767                 | 12,738             |
| Transfers between funds                          |       | (2,424)                 | 2,424                 | -                  | (6,899)                 | 6,899                 | -                  |
| <b>Net movement in funds</b>                     |       | <u>3,454</u>            | <u>9,014</u>          | <u>12,468</u>      | <u>72</u>               | <u>12,666</u>         | <u>12,738</u>      |
| Total funds brought forward                      |       | 1,341                   | 16,619                | 17,960             | 1,269                   | 3,953                 | 5,222              |
| <b>Total funds carried forward</b>               |       | <u>4,795</u>            | <u>25,633</u>         | <u>30,428</u>      | <u>1,341</u>            | <u>16,619</u>         | <u>17,960</u>      |

The notes on pages 10 to 16 form an integral part of these financial statements.



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**Balance sheet (continued)**

SC385572

**Directors statements required by the Companies Act 2006  
for the year ended 31 December 2016**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by section 477 of the Companies Act 2006 ;

(b) that no notice has been deposited at the registered office of the company pursuant to section 476 of the Companies Act 2006 requesting that an audit be conducted for the year ended 31 December 2016.

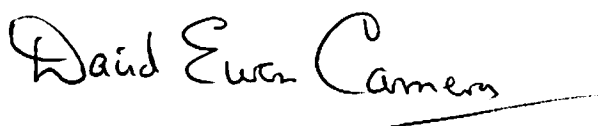
(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps proper accounting records which comply with section 386 of the Companies Act 2006, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its surplus or deficit for the year then ended in accordance with the requirements of sections 394 and 395, and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the board on and signed on its behalf by



**David Ewan Cameron  
Director**

**The notes on pages 10 to 16 form an integral part of these financial statements.**

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**Notes to financial statements**  
**for the year ended 31 December 2016**

**Legal Status of the charity**

The charity is constituted as a company limited by guarantee and is governed in accordance with its Memorandum of Association.

**1. Accounting policies**

The principal accounting policies adopted are summarised below.

**1.1. Basis of preparation and assessment of going concern.**

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The financial statements have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended) as well as the Companies Act 2006, and the Statement of Recommended Practice (SORP)- Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (effective January 2015) (FRS 102).

The charity meets the definition of a public benefit entity as defined by FRS 102.

The directors, who are the trustees of the charity under charity law, consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

**1.2. Reconciliation with previous Generally Accepted Accounting Practice**

In preparing the accounts, the directors have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102, a restatement of comparative items was needed. No restatements were required.

**1.3. Incoming resources**

Income is recognised in the statement of financial activities when the charity is entitled to the income, any performance conditions attached have been met, it is probable that the income will be received and the amount can be quantified with reasonable accuracy. Such income is only deferred when the donor specifies performance conditions which must be met before the charity has unconditional entitlement. 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 full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

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

Grants, are recognised in full in the statement of financial activities in the year in which they are receivable.

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

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**Notes to financial statements**  
**for the year ended 31 December 2016**

**1.4. Resources expended**

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

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

Fundraising costs are those incurred in generating income from various activities and do not include the costs of disseminating information in support of the charitable activities.

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

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

The charity is not registered for VAT and accordingly expenditure includes all vat which is irrecoverable.

**1.5. Research and development**

Research expenditure is written off to the profit and loss account in the year in which it is incurred.

**1.6. Financial Instruments**

The charity has only financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and are subsequently measured at their settlement value with the exception of bank loans which are measured at amortised cost using the effective interest rate method.

Basic financial instruments include debtors, prepayments, creditors, provisions and cash at bank and on hand.

**2. Donations, legacies & grants**

|   | Unrestricted<br>funds<br>£ | Restricted<br>funds<br>£ | 2016<br>Total<br>£ | 2015<br>Total<br>£ |
|---|----------------------------|--------------------------|--------------------|--------------------|
| Donations   | 1,451                      | 280                      | 1,731              | 911                |
| Awards for All                                    | -                          | 9,550                    | 9,550              | -                  |
| Highlands & Islands Enterprise                    | -                          | 34,031                   | 34,031             | 17,724             |
| HIE - Graduate placement                          | -                          | -                        | -                  | 7,184              |
| Carnegie UK Trust                                 | -                          | 10,000                   | 10,000             | 10,886             |
| The Esmee Fairbairn Foundation                    | -                          | 11,467                   | 11,467             | 24,131             |
| CNES Award graduate placement                     | -                          | 2,500                    | 2,500              | -                  |
| Big lottery Fund (Investing in ideas)             | -                          | -                        | -                  | 10,000             |
| Scottish Government (Promotion of community land) | -                          | 58,500                   | 58,500             | 15,750             |
| International Land Coalition                      | -                          | 23,165                   | 23,165             | -                  |
| Membership Subscriptions                          | 2,300                      | -                        | 2,300              | 2,109              |
|   | <u>3,751</u>               | <u>149,493</u>           | <u>153,244</u>     | <u>88,695</u>      |

**Community Land Scotland**  
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**Notes to financial statements**  
**for the year ended 31 December 2016**

**2. Donations, legacies & grants**

|   | Unrestricted<br>funds<br>£ | Restricted<br>funds<br>£ | 2016<br>Total<br>£ | 2015<br>Total<br>£ |
|---|----------------------------|--------------------------|--------------------|--------------------|
| Donations   | 1,451                      | 280                      | 1,731              | 911                |
| Awards for All                                    | -                          | 9,550                    | 9,550              | -                  |
| Highlands & Islands Enterprise                    | -                          | 34,031                   | 34,031             | 17,724             |
| HIE - Graduate placement                          | -                          | -                        | -                  | 7,184              |
| Carnegie UK Trust                                 | -                          | 10,000                   | 10,000             | 10,886             |
| The Esmee Fairbairn Foundation                    | -                          | 11,467                   | 11,467             | 24,131             |
| CNES Award graduate placement                     | -                          | 2,500                    | 2,500              | -                  |
| Big lottery Fund (Investing in ideas)             | -                          | -                        | -                  | 10,000             |
| Scottish Government (Promotion of community land) | -                          | 58,500                   | 58,500             | 15,750             |
| International Land Coalition                      | -                          | 21,165                   | 21,165             | -                  |
| Foundation Scotland                               | -                          | 2,000                    | 2,000              | -                  |
| Membership Subscriptions                          | 2,300                      | -                        | 2,300              | 2,109              |
|   | <u>3,751</u>               | <u>149,493</u>           | <u>153,244</u>     | <u>88,695</u>      |

**3. Incoming resources from charitable activities**

|                    | Unrestricted<br>funds<br>£ | Restricted<br>funds<br>£ | 2016<br>Total<br>£ | 2015<br>Total<br>£ |
|--------------------|----------------------------|--------------------------|--------------------|--------------------|
| Conference charges | 6,700                      | 5,543                    | 12,243             | 7,060              |
| Sponsorship        | 1,740                      | -                        | 1,740              | -                  |
|                    | <u>8,440</u>               | <u>5,543</u>             | <u>13,983</u>      | <u>7,060</u>       |

**4. Costs of charitable activities - by fund type**

|                        | Unrestricted<br>funds<br>£ | Restricted<br>funds<br>£ | 2016<br>Total<br>£ | 2015<br>Total<br>£ |
|------------------------|----------------------------|--------------------------|--------------------|--------------------|
| Policy and development | 6,326                      | 148,446                  | 154,772            | 83,036             |
|                        | <u>6,326</u>               | <u>148,446</u>           | <u>154,772</u>     | <u>83,036</u>      |

**5. Net incoming resources for the year**

|  | 2016<br>£    | 2015<br>£    |
|--|--------------|--------------|
| Net incoming resources is stated after charging: |              |              |
| Independent examiners                            | <u>1,453</u> | <u>1,595</u> |

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**Notes to financial statements  
for the year ended 31 December 2016**

**3. Incoming resources from charitable activities**

|                    | Unrestricted<br>funds<br>£ | Restricted<br>funds<br>£ | 2016<br>Total<br>£ | 2015<br>Total<br>£ |
|--------------------|----------------------------|--------------------------|--------------------|--------------------|
| Conference charges | 6,700                      | 5,543                    | 12,243             | 7,060              |
| Sponsorship        | 1,740                      | -                        | 1,740              | -                  |
|                    | <u>8,440</u>               | <u>5,543</u>             | <u>13,983</u>      | <u>7,060</u>       |

**4. Costs of charitable activities - by fund type**

|                        | Unrestricted<br>funds<br>£ | Restricted<br>funds<br>£ | 2016<br>Total<br>£ | 2015<br>Total<br>£ |
|------------------------|----------------------------|--------------------------|--------------------|--------------------|
| Policy and development | 6,326                      | 148,446                  | 154,772            | 83,036             |
|                        | <u>6,326</u>               | <u>148,446</u>           | <u>154,772</u>     | <u>83,036</u>      |

**5. Net incoming resources for the year**

|   | 2016<br>£    | 2015<br>£    |
|---|--------------|--------------|
| Net incoming resources is stated after charging:<br>Independent examiners | <u>1,453</u> | <u>1,595</u> |

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**Notes to financial statements**  
**for the year ended 31 December 2016**

**6. Employees**

| <b>Employment costs</b> | <b>2016</b>   | <b>2015</b>  |
|-------------------------|---------------|--------------|
|                         | <b>£</b>      | <b>£</b>     |
| Wages and salaries      | 27,467        | 9,633        |
| Other costs             | 61            | -            |
|                         | <u>27,528</u> | <u>9,633</u> |

No employee received emoluments of more than £60,000 (2015 : None).

**Number of employees**

The average monthly numbers of employees (excluding the directors) during the year, was as follows:

|                     | <b>2016</b>   | <b>2015</b>   |
|---------------------|---------------|---------------|
|                     | <b>Number</b> | <b>Number</b> |
| Graduate employees  | -             | 1             |
| Development manager | 1             | -             |
|                     | <u>1</u>      | <u>1</u>      |

**Trustees' expenses and remuneration**

The charity trustees, who are the directors of the company, were not paid and did not receive any remuneration, benefits in kind or reimbursement of expenses in their capacity as trustee during the year. No trustee received payment for professional or other services supplied to the charity.

The charity Trustees are asked to speak to various parties on the subject of community land ownership at various locations throughout Scotland and occasionally further afield. On these occasions, the Trustees are reimbursed any travel expenses they incur on behalf of the charity.

**7. Taxation**

The charity is a charitable company within the meaning of the Finance Act 2010. Accordingly the charity's activities fall within the exemptions from taxation in respect of income or capital gains afforded by the provisions of the Corporation Taxes Act 2010 and the Taxation of Chargeable Gains Act 1992 to the extent that such income or gains are applied for charitable purposes. As a result, there is no taxation charge in these accounts.

**8. Debtors**

|               | <b>2016</b>  | <b>2015</b> |
|---------------|--------------|-------------|
|               | <b>£</b>     | <b>£</b>    |
| Trade debtors | <u>5,754</u> | <u>274</u>  |



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**Notes to financial statements**  
**for the year ended 31 December 2016**

**9. Creditors: amounts falling due within one year**

|                                 | <b>2016</b>  | <b>2015</b>  |
|---------------------------------|--------------|--------------|
|                                 | <b>£</b>     | <b>£</b>     |
| Trade creditors                 | 3,907        | 218          |
| Other taxes and social security | 1,277        | -            |
| Other creditors                 | 1,440        | 1,440        |
|                                 | <u>6,624</u> | <u>1,658</u> |

**10. Analysis of net assets between funds**

|  | <b>Unrestricted funds</b> | <b>Restricted funds</b> | <b>Total funds</b> |
|--|---------------------------|-------------------------|--------------------|
|  | <b>£</b>                  | <b>£</b>                | <b>£</b>           |
| Fund balances at 31 December 2016 as represented by: |                           |                         |                    |
| Current assets                                       | 7,049                     | 30,003                  | 37,052             |
| Current liabilities                                  | (2,254)                   | (4,370)                 | (6,624)            |
|  | <u>4,795</u>              | <u>25,633</u>           | <u>30,428</u>      |

**11. Unrestricted funds**

|                    | <b>At 1 January 2016</b> | <b>Incoming resources</b> | <b>Outgoing resources</b> | <b>Transfers</b> | <b>At 31 December 2016</b> |
|--------------------|--------------------------|---------------------------|---------------------------|------------------|----------------------------|
|                    | <b>£</b>                 | <b>£</b>                  | <b>£</b>                  | <b>£</b>         | <b>£</b>                   |
| Unrestricted funds | <u>1,341</u>             | <u>12,204</u>             | <u>(6,326)</u>            | <u>(2,424)</u>   | <u>4,795</u>               |

**Purposes of unrestricted funds**

Unrestricted funds are available for general use by the charity

**Community Land Scotland**  
**(A company limited by guarantee)**

**Notes to financial statements**  
**for the year ended 31 December 2016**

| 12. Restricted funds                                | At                     |                            |                            |                | At                       |
|---|------------------------|----------------------------|----------------------------|----------------|--------------------------|
|   | 1 January<br>2016<br>£ | Incoming<br>resources<br>£ | Outgoing<br>resources<br>£ | Transfers<br>£ | 31 December<br>2016<br>£ |
| Graduate Placement                                  | 1,614<br>(1,071)       | -                          | (33)                       | -              | 1,581                    |
| Conference fund                                     | -                      | 7,180                      | (4,657)                    | -              | 2,523                    |
| Carnegie UK Trust & HIE                             | 2,502                  | 11,548                     | (11,367)                   | -              | 2,683                    |
| Scottish Government                                 | 6,553                  | 58,500                     | (50,628)                   | -              | 14,425                   |
| The Esmee Fairbairn Foundation                      | (3,358)                | 11,467                     | (11,432)                   | -              | (3,323)                  |
| HIE - supporters' network project                   | (1,353)                | -                          | -                          | 1,353          | -                        |
| Big lottery (Investing in Ideas) - Protocol Project | 8,950                  | -                          | (8,965)                    | -              | (15)                     |
| HIE - Land Reform Act                               | 2,782                  | 33,626                     | 40,702                     | -              | (4,294)                  |
| Awards for All                                      | -                      | 9,550                      | 7,782                      | -              | 1,768                    |
| International Land Coalition                        | -                      | 21,165                     | 12,880                     | -              | 8,285                    |
| Foundation Scotland                                 | -                      | 2,000                      | -                          | -              | 2,000                    |
|   | <u>16,619</u>          | <u>155,036</u>             | <u>(148,446)</u>           | <u>2,424</u>   | <u>25,633</u>            |

**Purposes of restricted funds**

**Graduate Placement**

During the prior year a grant of £7,184 was received from HIE towards the cost of a graduate salary. This amount, together with a brought forward balance of funds from CnES, was applied to the cost of employing a graduate marketing and promotions officer.

**Conference fund**

During the year, the charity received £2,500 from Comhairle nan Eilan Siar towards the cost of an annual conference. £405 was also received from HIE towards the cost of travel. Other income is made up of conference fees.

**Carnegie UK Trust & HIE**

£11,548 was received from Carnegie UK Trust towards the cost of attending events in the UK and Europe in order to share the experiences of Community Land Scotland with interested parties and increase knowledge of community land ownership.

**Support and promotion of community land ownership**

£58,500 was received in the year from the Scottish Government towards the cost of promoting community land ownership throughout Scotland; developing, facilitating and promoting networks among a range of parties that can provide advice on community land ownership; and developing a range of materials on aspects of community land ownership that support community land ownership.

**The Esmee Fairbairn Foundation**

During the year £11,467 was received from the Esmee Fairbairn Foundation towards the cost of policy research and development work, professional fees and related outlays.

**HIE - supporters' network project**

During 2014, £6,770 was received from HIE towards the cost of developing a network of supporters.

**Big lottery (Investing in Ideas) - Protocol project**

During the prior year, a grant of £10,000 was received from the Big Lottery towards the cost of establishing a protocol with Scottish Land & Estates to provide a guide for communities to approach private landowners with requests to purchase land.

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**Notes to financial statements**  
**for the year ended 31 December 2016**

**HIE - Land Reform Act**

During the year the charity received £33,636 from Highlands and Islands enterprise. This was part of a total award of up to £90,000 receivable over three years towards the cost of research, policy development and contributing to resources in the sector.

**Awards for All**

During the year £9,550 was received from Awards for All towards the cost of creating a film and printed materials promoting community land ownership.

**International Land Coalition**

During the year £21,165 was received from the International Land Coalition towards the costs of organising and running an international event in Edinburgh. The delegates were from ILC member organisations in different countries across the world.

**Foundation Scotland**

During the year £2,000 was received from Foundation Scotland towards the costs of organising and running an event on Mull.

**13. Related party transactions**

There have been no related party transactions that require disclosure in the reporting period.

**14. Company limited by guarantee**

Community Land Scotland is a company limited by guarantee and accordingly does not have a share capital.

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