

REGISTERED COMPANY NUMBER: SC226126 (Scotland)
REGISTERED CHARITY NUMBER: SC032582

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023
FOR
LEWIS CAR CLUB**



Nicolson Accountancy
PO Box 16336
Glasgow
G13 9FA

LEWIS CAR CLUB
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FOR THE YEAR ENDED 31 DECEMBER 2023

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LEWIS CAR CLUB
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2023. 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The main objectives of the charity are the provision of recreational and educational facilities for motorsport and motoring activities on the island of Lewis.

Significant activities

During the year Lewis car club (LCC) have been holding regular/fortnightly track events. Attracting up to 20 members with an entry fee of £15.

Prices of cars and parts have increased dramatically since covid and that has effected the number of people who use the track due to the costs involved.

LCC opened up our track to the islands and Highlands rally tour in May 2023 and welcomed them. Hopefully will be seeing them back in 2024/25

LCC held its annual transport show in July 2023 and had great feedback.

LCC held an annual car show in October 2023 again great feedback from the public

It was the 50th anniversary of LCC in December 2023. We held an open night in the Caladh Inn for non members. old and new for a talk/slideshow of the history of the LCC and how it all started.

Volunteers

The contribution of volunteers (including trustees, members and individuals from the community) has been and continues to be, of immense benefit to the charity in the continuing development of its recreational facilities.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

During the year, the club:-

- organised and staged the annual Transport Motor Show and the annual Car Show at the Creed Motorsport Facility;
- held regular/fortnightly track events;
- has offered the Creed Motorsport Facility to hold awareness days.

We are still recovering from COVID and are now in the process of recommencing events at the facility.

Fundraising activities

In 2023, the club's own resources have increased, mainly due to the increased number of events held throughout the year. Restricted funds have decreased in line with the depreciation on the Karting Track. The club is just starting to get back on its feet again and hopes to hold more fundraising events in 2024.

Internal and external factors

The charity is partially dependent upon the continuing support of public funding agencies to assist in the ongoing delivery of the aims and objectives of the organisation.

LEWIS CAR CLUB

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2023

FINANCIAL REVIEW

Reserves policy

The General fund represents the unrestricted funds from past operating results. It also represents the free reserves of the charity. The trustees consider that the level of free reserves at 31 December 2023 is sufficient to meet the charity's operational requirements given the ongoing fundraising events income being received.

During the year the charity's incoming resources exceeded resources expended resulting in net expenditure of £1,634 for the period (2022 - net income of £710). This represents an increase of £652 in unrestricted funds and a decrease of £2,286 in restricted funds. Unrestricted reserves has as a result increased to £4,564 (2022 - £3,912).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Association is a charitable company limited by guarantee, incorporated on 7 December 2001. 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 organisation is registered with the Scottish Charity Regulator and the Scottish Charity Number is SC032582.

Recruitment and appointment of new trustees

The directors of the company are also charity trustees for the purpose of charity law.

Under the terms of the Memorandum and Articles of Association the Elected Directors are appointed by all the members at the Annual General Meeting. One third of the Elected Directors retire annually at each Annual General Meeting but are eligible for re-election.

Organisational structure

The board consists of voluntary directors who manage the affairs of the charity through regular board meetings. The charity has reviewed its internal operational structure to assist in the effective management of the organisation. The board members are heavily involved in the day to day operations of the charity.

Induction and training of new trustees

The charity undertakes training for trustees to ensure awareness and understanding of:-

- the responsibilities of directors;
- the organisational structure of the charity;
- the financial position of the charity; and
- the future plans and objectives of the charity.

Wider network

The charity has established links with other organisations and agencies to foster the aims and objectives of the organisation.

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.

The trustees have assessed the major risks to which the charity is exposed, in particular those relating to the operations and finances of the charity, and are satisfied that systems are in place to mitigate their exposure to the major risks.

LEWIS CAR CLUB
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

SC226126 (Scotland)

Registered Charity number

SC032582

Registered office

13 Murdoch Place
Stornoway
Isle of Lewis
HS1 2YA

Trustees

R M Matheson - Chair
C Aird - Treasurer
J Macleod - Vice Chair
N Murray

Company Secretary

N Murray

Independent Examiner

Angus Nicolson
Nicolson Accountancy
PO Box 16336
Glasgow
G13 9FA

Bankers

Bank of Scotland
47 Cromwell Street
Stornoway
Isle of Lewis
HS1 2DE

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 30 May 2024 and signed on its behalf by:

C Aird - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
LEWIS CAR CLUB**

I report on the accounts for the year ended 31 December 2023 set out on pages five to fourteen.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 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 the independent examiner's report

My examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. 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 seeking explanations from you as 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 connection with 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 Accounts Regulations; and
 - to prepare accounts which accord with the accounting records and to comply with Regulation 8 of the 2006 Accounts Regulations

have 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.

Angus Nicolson

Nicolson Accountancy
PO Box 16336
Glasgow
G13 9FA

6 June 2024

LEWIS CAR CLUB

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE
ACCOUNT) FOR THE YEAR ENDED 31 DECEMBER 2023**

	Notes	Unrestricted fund £	Restricted fund £	31.12.23 Total funds £	31.12.22 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	630		630	510
Charitable activities	3				
Charitable activities		6,043		6,043	5,570
Total		6,673		6,673	6,080
EXPENDITURE ON					
Charitable activities	4				
Charitable activities		6,021		6,021	3,084
Track			2,286	2,286	2,286
Total		6,021	2,286	8,307	5,370
NET INCOME/(EXPENDITURE)		652	(2,286)	(1,634)	710
RECONCILIATION OF FUNDS					
Total funds brought forward		3,912	71,363	75,275	74,565
TOTAL FUNDS CARRIED FORWARD		4,564	69,077	73,641	75,275

The notes form part of these financial statements

LEWIS CAR CLUB

**BALANCE SHEET
31 DECEMBER 2023**

	Notes	31.12.23 £	31.12.22 £
FIXED ASSETS			
Tangible assets	10	64,008	66,294
CURRENT ASSETS			
Stocks	11	550	550
Debtors	12	2,115	2,104
Cash at bank		15,019	6,892
		17,684	9,546
CREDITORS			
Amounts falling due within one year	13	(8,051)	(565)
NET CURRENT ASSETS		9,633	8,981
TOTAL ASSETS LESS CURRENT LIABILITIES		73,641	75,275
NET ASSETS		73,641	75,275
FUNDS	15		
Unrestricted funds		4,564	3,912
Restricted funds		69,077	71,363
TOTAL FUNDS		73,641	75,275

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2023 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

LEWIS CAR CLUB

BALANCE SHEET - continued
31 DECEMBER 2023

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 and authorised for issue on 30 May 2024 and were signed on its behalf by:

C Aird - Trustee

The notes form part of these financial statements

LEWIS CAR CLUB

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

1. 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 2019)', 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 financial statements are prepared in sterling which is the functional currency of the charity and are rounded to the nearest £.

The directors consider that there are no material uncertainties about the company's ability to continue as a going concern. The directors also consider that there are no significant areas of judgements, estimates or key assumptions that affect items in the accounts.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the income, there is sufficient certainty of receipt and so it is probable that the income will be received, and the amount of income receivable can be measured reliably. Income received in advance is deferred until the criteria for income recognition are met.

Grants generated to support the objects of the charity and without further specified purpose are taken to the Statement of Financial Activities in that period. Grants received which are related to capital expenditure or are for a specified purpose are transferred to Restricted Funds and are utilised to fund the future depreciation of the related capital expenditure or fund the costs relating to the specified purpose.

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. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its objects and activities. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include accountancy fees and costs linked to the strategic management of the charity.

Allocation and apportionment of costs

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis e.g. estimated usage.

Tangible fixed assets

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

Freehold property	- 2% on cost
Plant and machinery	- 25% on cost

LEWIS CAR CLUB

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2023

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation. The costs of minor additions or those costing below £100 are not capitalised.

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.

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

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.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. DONATIONS AND LEGACIES

	31.12.23	31.12.22
	£	£
Donations	500	150
Subscriptions	130	360
	<u>630</u>	<u>290</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	31.12.23	31.12.22
	£	£
Fundraising	6,043	5,570
Activity Charitable activities	<u>6,043</u>	<u>5,570</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 5)	Support costs (see note 6)	Totals
	£	£	£
Charitable activities	5,771	250	6,021
Track	2,286	-	2,286
	<u>8,057</u>	<u>250</u>	<u>8,307</u>

LEWIS CAR CLUB

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023**

5. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31.12.23	31.12.22
	£	£
Rent		-
Insurance	2,819	1,204
Light and heat	952	479
Sundries	61	49
Membership fees	550	630
Health and safety	386	-
Fundraising costs	53	218
Charitable donations	950	-
Depreciation	2,286	2,286
	<u>8,057</u>	<u>4,866</u>

6. SUPPORT COSTS

		Governance costs
		£
		<u>250</u>
Charitable activities		

Support costs, included in the above, are as follows:

	31.12.23	31.12.22
	Charitable activities	Total activities
	£	£
	<u>250</u>	<u>504</u>
Accountancy and legal fees		

7. NET INCOME/(EXPENDITURE)

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

	31.12.23	31.12.22
	£	£
	<u>2,286</u>	<u>2,286</u>
Depreciation - owned assets		

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2023 nor for the year ended 31 December 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2023 nor for the year ended 31 December 2022.

LEWIS CAR CLUB

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023**

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	510	-	510
Charitable activities			
Charitable activities	5,570	-	5,570
Total	<u>6,080</u>	<u>-</u>	<u>6,080</u>
EXPENDITURE ON			
Charitable activities			
Charitable activities	3,084	-	3,084
Track	-	2,286	2,286
Total	<u>3,084</u>	<u>2,286</u>	<u>5,370</u>
NET INCOME/(EXPENDITURE)	2,996	(2,286)	710
RECONCILIATION OF FUNDS			
Total funds brought forward	916	73,649	74,565
TOTAL FUNDS CARRIED FORWARD	<u>3,912</u>	<u>71,363</u>	<u>75,275</u>

10. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Computer equipment £	Totals £
COST				
At 1 January 2023 and 31 December 2023	<u>114,300</u>	<u>46,313</u>	<u>7,743</u>	<u>168,356</u>
DEPRECIATION				
At 1 January 2023	<u>48,006</u>	<u>46,313</u>	<u>7,743</u>	<u>102,062</u>
Charge for year	2,286	-	-	2,286
	<u>50,292</u>	<u>46,313</u>	<u>7,743</u>	<u>104,348</u>
At 31 December 2023				
NET BOOK VALUE				
At 31 December 2023	<u>64,008</u>	<u>-</u>	<u>-</u>	<u>64,008</u>
At 31 December 2022	66,294	-	-	66,294

LEWIS CAR CLUB

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

11. STOCKS		31.12.23	31.12.22
		£	£
Stocks		<u>550</u>	<u>550</u>
12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		31.12.23	31.12.22
		£	£
Prepayments		<u>2,115</u>	<u>2,104</u>
13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		31.12.23	31.12.22
		£	£
Trade creditors		61	61
Deferred income		7,740	-
Accrued expenses		<u>250</u>	<u>504</u>
		<u>8,051</u>	<u>565</u>
14. MOVEMENT IN FUNDS			
	At 1.1.23	Net movement	At
	£	in funds	31.12.23
		£	£
Unrestricted funds			
General fund			
	3,912	652	4,564
Restricted funds			
Restricted fund			
	71,363	(2,286)	69,077
TOTAL FUNDS	<u>75,275</u>	<u>(1,634)</u>	<u>73,641</u>

LEWIS CAR CLUB

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

14. 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			
	6,673	(6,021)	652
Restricted funds			
Restricted fund	-	(2,286)	(2,286)
TOTAL FUNDS	<u>6,673</u>	<u>(8,307)</u>	<u>(1,634)</u>

Comparatives for movement in funds

	At 1.1.22 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund			
	916	2,996	3,912
Restricted funds			
Restricted fund			
	73,649	(2,286)	71,363
TOTAL FUNDS	<u>74,565</u>	<u>710</u>	<u>75,275</u>

LEWIS CAR CLUB

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023**

14. 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			
	6,080	(3,084)	2,996
Restricted funds			
Restricted fund	-	(2,286)	(2,286)
TOTAL FUNDS	<u>6,080</u>	<u>(5,370)</u>	<u>710</u>

FUNDS

General fund

The general fund represents unrestricted funds which the trustees are free to use in accordance with the charitable objects.

Restricted fund

This represents funds received for a specified purpose.

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2023.

16. PERMANENT ENDOWMENTS

The charity does not have any permanent endowments.

LEWIS CAR CLUB

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023

	31.12.23 £	31.12.22 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	500	150
Subscriptions	130	360
	630	510
Charitable activities		
Fundraising	6,043	5,570
Total incoming resources	6,673	6,080
EXPENDITURE		
Charitable activities		
Rent	2,819	1,204
Insurance	952	479
Light and heat	61	49
Sundries	550	630
Membership fees	386	-
Health and safety	53	218
Fundraising costs	950	-
Donations	2,286	2,286
Depreciation of tangible fixed assets	8,057	4,866
Support costs		
Governance costs	250	504
Accountancy and legal fees	8,307	5,370
Total resources expended	(1,634)	710
Net (expenditure)/income		

This page does not form part of the statutory financial statements