

Company Number: SC 166127

Shapinsay Development Trust
(A company limited by guarantee,
not having a share capital)

**Report of the Trustees and
Audited Consolidated Financial Statements
for the Year Ended 31 March 2025**

SCOTTISH CHARITY NUMBER SC 034818

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Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

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for the Year Ended 31 March 2025

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Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

General Information

for the Year Ended 31 March 2025

Directors.

Directors who served during the year:

A Boyd	
G Rendall	
A Bird	
S Meason	
B Moneriff	
V Ashworth More	Resigned 19 April 2024
R Lawrence	Resigned 20 May 2024
T Diamond	Appointed 14 October 2024

Secretary:

David Campbell

Registered Charity Address:

The Boathouse
Balfour
Shapinsay
Orkney
KW17 2DY

Scottish Charity Number:

SC 034818

Scottish Company Number:

SC 255127

Senior Statutory Auditor:

Thomas McManners ACA BSci

Statutory Auditors:

TTCA Ltd
Chartered Accountants & statutory auditor
269 Farnborough Road
Farnborough
Hampshire
GU14 7LY

Bankers:

Bank of Scotland
56 Albert Street
Kirkwall
Orkney
KW15 1DH

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Directors Report (including Trustees' Report) for the Year Ended 31 March 2025

The trustees are pleased to present their annual directors' report together with the consolidated financial statements of the charity and its subsidiary for the year ended 31 March 2025 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006, the Memorandum and Articles of Association, and the Accounting and Reporting by Charities: Statement of Recommended Practice applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Shapinsay Development Trust is a company limited by guarantee governed by its Memorandum and Articles of Association. It is registered as a charity with The Office of the Scottish Charity Regulator.

The directors have taken advantage of the special exemptions conferred by section 60 of the Companies Act 2006 applicable to companies limited by guarantee, allowing them to dispense with the requirement of using the word Limited after the company name.

Recruitment and Appointment of New Members

Any person over the age of 18 whose main residence is in Shapinsay will be eligible for membership at the discretion of the board. All members agree to contribute £1 in the event of the company winding up. All elected directors are members of the company.

Recruitment of New Directors and Director Induction and Training

Directors are appointed at the AGM through an election process of which they can be nominated or self-nominated and seconded. The directors are appointed for an initial period of 2 years, after this time they can be reappointed, no director can serve more than 6 years in successive years. The board can co-opt any director onto the board throughout the year if there is a vacancy; however the director will have to stand down at the AGM unless re-appointed

Each new director receives a board induction pack and is eligible for any training needs that may be required.

New directors are advised of their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committee and decision making processes, the business plan and recent financial performance of the charity.

Organisation

The board of directors administers the charity. The board meets regularly and there are sub-committees covering various projects. The day to day running of the charity is delegated to the Development Trust Manager and Community Development Officer, Finance Officer and Turbine Manager.

A list of key personnel and their remuneration is included within the accounts at Note 10.

Risk Management

The directors have a risk management strategy which comprises:

- An annual review of the principal risks and uncertainties that the charity and its subsidiary, Shapinsay Renewables Limited, face;
- The establishment of policies systems and procedures to mitigate those risks identified in the annual review and
- The implementation of procedures designed to minimise or manage any potential impact on the charity should those risks materialise.
- The implementation of a Corporate Risk Register which is monitored on a regular basis as part of the standing agenda at board meetings

Shapinsay Development Trust

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Directors' Report for the Year Ended 31 March 2025 continued

The work has identified that financial sustainability is the major financial risk for both the charity and its subsidiary. A key element in the management of financial risk is a regular review of the available liquid funds to ensure compliance with the banking covenants and ensuring that the best available prices for the wholesale of electricity are negotiated regularly.

Related Parties

Shapinsay Development Trust has a wholly owned subsidiary, Shapinsay Renewables Limited. The company was set up to build and operate a wind turbine in Shapinsay. The profits of the company are to be gifted to the Trust using the Gift Aid provisions. This will reduce the taxable profits of the Company and provide the Trust with income to fulfil its objectives.

OBJECTIVES AND ACTIVITIES

Objectives and Aims

The main objectives of the charity are:

- a) to provide in the interests of social welfare, facilities for recreation and other leisure time occupation available to the public at large in Shapinsay with a view to improving their conditions of life;
- b) to advance education and in particular to promote opportunities for learning for the benefit of the general public;
- c) to protect and/or preserve the environment for the benefit of the community and the general public;
- d) to provide or assist in the provision of housing for people in necessitous circumstances within Shapinsay;
- e) to relieve poverty particularly among the residents of the island of Shapinsay;
- f) to promote Shapinsay trade and industry for the benefit of the community and the general public;
- g) to promote, establish, operate and/or support other schemes and projects of a charitable nature for the benefit of the community of Shapinsay.

ACHIEVEMENT AND PERFORMANCE

Shapinsay Development Trust has continued to progress its charitable objects.

The trust has had a busy year identifying and delivering on various projects to benefit the community. Alongside the successful transport, grant giving, housing and care projects that are continuously delivered, the trust completed the purchase of the Smithy from Orkney Islands Council. This has created a café/pub and heritage centre for the island and has been a huge success to date. This project was identified as a main priority by the islanders in the 5-year development plan which will create revenue generation, essential island provision, a visitor attraction, a socialisation space and numerous employment opportunities.

The trust are continuing to invest in social housing which will see huge opportunities for islanders and new families to live on Shapinsay to support the community, economy and school which is in a fragile position currently. Providing employment opportunities is an important aspect for the trust, with the expansion of projects and opening of the community café the trust will become the islands biggest employer offering employment for residents of all ages which is a great success.

The 5-year development plan 2020-2025 which was shaped by the community identified priorities for the trust to deliver. This has resulted in the trust securing a field in the village to create an ambitious multi-purpose community project. It will include social housing, serviced plots for young residents, an enterprise zone, community tourism, community growing, a community garden and wellbeing walk. The trust acquired the field in May 2023 and has started planning the 5-8 year project. Orkney Islands council has hailed the project with the potential of being a 'blueprint' for communities across Orkney. It is planned to work alongside the council's urban planner in 2023-2025.

In terms of the 'green agenda' the trust continues to enhance the transport fleet and ensure all capital projects that are undertaken have net zero aspects embedded throughout.

Shapinsay Development Trust

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Directors' Report for the Year Ended 31 March 2025 continued

Public Transport

Shapinsay Development Trust continues to set up and support projects which benefit the community. These include the out of hour's boat which is a great facility and is used by individuals and community groups on a regular basis. We have replaced our minibus with 2 electrical people carriers with one fitted out for wheelchair access and have also upgraded the EV (Car). These are used for community transport but also by local organisations such as the Lunch Club and visiting stakeholders. We also have a fleet of 9 Ebikes which will be used by locals and visitors. These are housed in a custom designed shed that was funded by HIE and the trust. Phases 2 & 3 of the Ebike scheme have now started which comprises of 21 bikes and is focused around island commuting, wellbeing and net zero. This phase has been partly funded by the Energy Saving Trust and partly funded by long term rental agreements with the end user.

Housing

The Trust has had another successful year delivering housing on the island. The schoolhouse and No.9 Balfour Village has been completed for a few years now, they house 2 families who are integrated in the community, with the rental income being re-invested by the trust into the community. The trust was successful securing funding for Spion Brae (a large development site) and Rullinvoe (3-bedroom family home). The Trust are looking to renovate Rullinvoe in the coming year and also start the main pre-developmnet stage for Balfour Cottages and Spion Brae which are larger projects for the trust.

Shapinsay Development Trust 'Wellbeing Project' has continued to be a huge success, with the Trust funding an additional third day a week. During COVID this project was instrumental on the island which was extremely beneficial and appreciated by the community. The success of the project has meant a further year has been secured taking the project up to 31st March 2025.

The trust is also working with a local care provider to create a Shapinsay Carers project which ensures residents who need care on the island are supported.

The trust also continues to set up a SWAP grant fund where individuals and groups can apply for assistance in various projects and training.

FINANCIAL REVIEW

The consolidated financial results are set out on page 10. There was total income of £1,335,564 (2024: £1,531,195) and expenditure of £831,711 (2024: £681,472). The cumulative reserves at 31 March 2025 amounted to £3,311,227 (2024: £2,461,504).

The charity had total incoming resources of £1,191,533 (2024: £1,531,195) and total resources expended of £633,419 (2024: £585,832) along with capital expenditure of £207,445 on finishing the renovation of The Smithy, planning the renovation of Balfour Cottage, creation of the Charity Shop, the purchase of land at Standpretty and the property of Rullinvoe, the purchase of the boat "Elwick Bay" and the purchase of equipment for The Smithy and the general office. Total funds of the charity amounted to £2,806,991 (2024: £2,173,572).

RESERVES POLICY

The trustees will maintain reserves at a level which is at least equivalent to six months operational expenditure. The trustees will review the level of reserves required at quarterly intervals. Additional cash availability will be arranged to meet anticipated project funding requirements and known exceptional items.

Shapinsay Development Trust

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Directors' Report for the Year Ended 31 March 2025 continued

STATEMENT OF TRUSTEES RESPONSIBILITIES IN RESPECT TO THE ACCOUNTS

The trustees (who are also directors of Shapinsay Development Trust for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 the group 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 trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments 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 business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and 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 the group 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 auditor is 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 auditor is aware of that information.

AUDITORS

The auditors, TTCA Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD


A BOYD (Trustee)

20 March 2026

Shapinsay Development Trust

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**Report of the Independent Auditors to the Trustees and Members of
Shapinsay Development Trust****Opinion**

We have audited the financial statements of Shapinsay Development Trust ('the parent charity') and its subsidiary ('the group'), for the year ended 31 March 2025 which comprise the Consolidated Statement of Financial Activities, the parent charity Statement of Financial Activities, the Consolidated Balance Sheet, the parent charity Balance Sheet, the Consolidated Statement of Cash Flows and the parent charity Statement of Cash Flows and the 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 group's and parent charity's affairs as at 31 March 2025 and of the group's and parent charity's incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 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 parent charity 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 as set out in note 23 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group and parent charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. 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.

Shapinsay Development Trust

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Report of the Independent Auditors to the Trustees and Members of

Shapinsay Development Trust

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 trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities and Trustees Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' annual report; or
- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities set out on page 4, the trustees (who are also the directors of the parent charity 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 of the parent charity and of the group, 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 for the group and the parent charity, the trustees are responsible for assessing the parent charity's and the group'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 parent charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with the Acts and relevant regulations made or having effect thereunder.

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.

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**Report of the Independent Auditors to the Trustees and Members of
Shapinsay Development Trust**

The extent to which our procedures are capable of detecting irregularities, including fraud.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management, those charged with governance and the charity's solicitors around actual and potential litigation and claims;
- Performing analytical procedures to identify unusual and unexpected relationships that may indicate risks of material misstatement due to fraud and tested accordingly;
- Enquiry of the trustees and staff to identify any instances of non-compliance with laws and regulations;
- Vouching balances and reconciling items in management's control account reconciliations to supporting documentation as at 31 March 2025;
- Reviewing minutes of management meetings and of those charged with governance and reviewing correspondence with regulatory bodies, such as HMRC, and reviewing documentation for indications of non-compliance with laws and regulations;
- In addressing the risk of fraud through management override of controls, including through testing journal entries and other adjustments for appropriateness and evaluating the business rationale of significant transactions outside the normal course of business;
- Assessing whether the accounting policies, treatments and presentation adopted in the financial statements is in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice), the Charities and Trustees Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 and whether there are instances of potential bias in areas with significant degrees of judgement.
- Carrying out detailed testing, on a sample basis, of material transactions, financial statement categories and balances to appropriate documentary evidence to verify the completeness, occurrence and accuracy of the reported financial statements.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentations or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

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.

Shapinsay Development Trust

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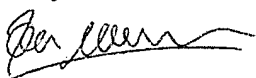
**Report of the Independent Auditors to the Trustees and Members of
Shapinsay Development Trust**

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Use of our report

This report is made solely to the parent charity's trustees, as a body, in accordance with the Charities and Trustee Investment (Scotland) Act 2005. Our audit work has been undertaken so that we might state to the parent charity's 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 parent charity and the parent charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Thomas McManners ACA BSci (Senior Statutory Auditor)

For and on behalf of
TTCA Ltd
Chartered accountants & statutory auditor
269 Farnborough Road
Farnborough
Hampshire
GU14 7LY

20 March 2026

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

**Consolidated Statement of Financial Activities
for the Year Ended 31 March 2025**

	Notes	Unrestricted Funds £	Restricted Funds £	Totals 2025 £	Totals 2024 £
Incoming Resources					
Donations and legacies		1,834	-	1,834	1,115
Grants Received	4	34,400	155,295	189,695	413,624
Activities for Generating Funds	5	108,784	3,729	112,513	92,206
Rental Income		12,300	-	12,300	10,480
Electricity Generation		993,203	-	993,203	1,002,271
Interest		19,313	-	19,313	9,951
Other Income	6	6,706	-	6,706	1,548
Total Incoming Resources		1,176,540	159,024	1,335,564	1,531,195
Resources Expended					
Costs of Generating Funds					
Electricity Generation		227,106	-	227,106	179,005
Smithy cost of sales		139,471	-	139,471	125,518
Charitable Activities					
Activities for the Benefit of the Community	7	178,351	19,028	197,379	165,773
General Overheads	7	178,854	42,410	221,264	200,959
Interest Payable		18,390	-	18,390	26,282
Taxation- Subsidiary		28,101	-	28,101	(16,065)
Total Resources Expended		770,273	61,438	831,711	681,472
Net incoming Resources before Transfers		406,267	97,586	503,853	849,723
Gross Transfers Between Funds		10,531	(10,531)	-	-
Net Incoming Resource		416,798	87,055	503,853	549,723
RECONCILIATION OF FUNDS					
Total Funds Brought Forward		1,980,237	1,330,990	3,311,227	2,461,504
Total Funds Carried Forward		2,397,035	1,418,045	3,815,080	3,311,227

The statement of financial activities includes all gains and losses recognised in the year.

The notes form part of these financial statements

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Statement of Financial Activity (Charity)
for the Year Ended 31 March 2025

	Notes	Unrestricted Funds £	Restricted Funds £	Totals 2025 £	Totals 2024 £
Incoming Resources					
Donations and legacies		1,834	-	1,834	1,115
Incoming Resources from Generating Funds					
Grants Received	4	34,400	155,295	189,695	413,624
Activities for Generating Funds	5	114,965	3,729	118,694	112,763
Investment Income	6	881,310	-	881,310	550,579
Total Incoming Resources		1,032,509	159,024	1,191,533	1,078,081
Resources Expended					
Costs of Generating Funds					
Smithy cost of sales		139,471	-	139,471	125,518
Charitable Activities					
Activities for the Benefit of the Community	7	178,351	19,028	197,379	165,773
General Overheads	7	178,854	42,410	221,264	200,959
Total Resources Expended		496,676	61,438	558,114	492,250
Net incoming Resources before Transfers		535,833	97,586	633,419	585,831
Gross Transfers Between Funds		10,531	(10,531)	-	-
Net Incoming Resource		546,364	87,055	633,419	585,831
RECONCILIATION OF FUNDS					
Total Funds Brought Forward		842,580	1,330,991	2,173,571	1,587,740
Total Funds Carried Forward		1,388,944	1,418,046	2,806,990	2,173,571

The statement of financial activities includes all gains and losses recognised in the year.

The notes form part of these financial statements

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

**Consolidated Balance Sheet
at 31 March 2025**

	Notes	2025		2024	
		Group £	Charity £	Group £	Charity £
Fixed Assets					
Tangible Assets	11	2,300,180	1,734,252	2,220,946	1,573,913
Investments	12		100	-	100
		<u>2,300,180</u>	<u>1,734,352</u>	<u>2,220,946</u>	<u>1,574,013</u>
Current Assets					
Debtors: Amounts falling due within 1 Year	13	116,791	77,112	178,830	94,003
Debtors: Amounts Falling due after more than 1 Year	13	-	21,537	-	32,131
Cash at Bank and in Hand		<u>1,931,692</u>	<u>1,065,598</u>	<u>1,630,063</u>	<u>583,594</u>
		<u>2,048,483</u>	<u>1,165,247</u>	<u>1,808,893</u>	<u>709,728</u>
Creditors: Amounts Falling Due within One Year	14	<u>343,163</u>	<u>91,609</u>	<u>328,250</u>	<u>110,170</u>
Net Current Assets		<u>1,705,320</u>	<u>1,072,638</u>	<u>480,643</u>	<u>599,558</u>
Total Assets Less Current Liabilities		<u>4,005,500</u>	<u>2,806,990</u>	<u>3,701,589</u>	<u>2,173,571</u>
Creditors: Amounts Falling due after One Year	15	65,482	-	249,483	-
Deferred Tax (Subsidiary)		111,938	-	125,879	-
Provisions for Liabilities		<u>15,000</u>	<u>-</u>	<u>15,000</u>	<u>-</u>
Net Assets		<u>3,813,080</u>	<u>2,806,990</u>	<u>3,311,227</u>	<u>2,173,571</u>
Funds					
Restricted Funds	20	1,418,046	1,418,046	1,330,991	1,330,991
Unrestricted Funds	20	<u>2,397,034</u>	<u>1,388,944</u>	<u>1,980,236</u>	<u>842,580</u>
		<u>3,815,080</u>	<u>2,806,990</u>	<u>3,311,227</u>	<u>2,173,571</u>

The notes form part of these financial statements.

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Consolidated Balance Sheet - Continued
at 31 March 2025

The Trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and the Charities and Trustee Investment (Scotland) Act 2005.

These consolidated financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies. They constitute the annual accounts required by the Companies Act 2006 and are for circulation to the members of the Company.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

The consolidated financial statements were approved by the Board of the Trustees on 20 March 2026.

ON BEHALF OF THE BOARD:



..... A BOYD (Trustee)

The notes form part of these financial statements.

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Consolidated Statement of Cash Flows
for the Year Ended 31 March 2025

	2025 £	2024 £
Cash flows from operating activities	<u>671,932</u>	<u>1,049,735</u>
Cash flows from investing activities		
Sale of tangible fixed assets	22,094	-
Interest Received	19,313	9,951
Rents Received	<u>12,300</u>	<u>10,480</u>
Net cash provided by investing activities	53,707	20,431
Cash flows used in financing activities		
Purchase of tangible fixed assets	(237,029)	(454,916)
Repayments of Borrowing	(168,591)	(144,224)
Interest Paid	<u>(18,390)</u>	<u>(26,282)</u>
Net cash used in financing activities	(424,010)	(625,422)
Change in cash and cash equivalents in the reporting period	<u>301,629</u>	<u>444,744</u>
Cash and cash equivalents at the beginning of the reporting period	<u>1,630,063</u>	<u>1,185,319</u>
Cash and cash equivalents at the end of the reporting period	<u>1,931,692</u>	<u>1,630,063</u>

RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2025 £	2024 £
Net income for the reporting period (as per the Statement of Financial Activities)	503,853	849,723
Adjustments for:		
Depreciation charges	135,210	145,913
Loss on sale of assets	492	-
Interest received	(19,313)	(9,951)
Rents received	(12,300)	(10,480)
Interest paid	18,390	26,282
(Increase)/decrease in debtors	62,040	(5,193)
Increase/(Decrease) in creditors	(30,330)	69,507
Deferred Tax movement	(13,941)	(16,066)
Corporation tax	<u>28,101</u>	<u>-</u>
Net cash provided by operations	<u>671,932</u>	<u>1,049,735</u>

The notes form part of these financial statements.

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Consolidated Statement of Cash Flows
for the Year Ended 31 March 2025

ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.24 £	Cash flow £	At 31.3.25 £
Net cash			
Cash at bank and in hand	<u>1,630,063</u>	<u>301,629</u>	<u>1,931,692</u>
Total	<u>1,630,063</u>	<u>301,629</u>	<u>1,931,692</u>

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Statement of Cash Flows-Charity
for the Year Ended 31 March 2025

	2025 £	2024 £
Cash flows from operating activities	<u>(192,860)</u>	<u>192,280</u>
Cash flows from investing activities		
Sale of tangible fixed assets	8,426	3,686
Interest Received	87,804	74,782
Gift Aid from Trading Subsidiary	<u>785,080</u>	<u>472,111</u>
Net cash provided by investing activities	881,310	550,579
Cash flows used in financing activities		
Purchase of tangible fixed assets	<u>(207,446)</u>	<u>(454,225)</u>
Net cash used in financing activities	<u>(207,446)</u>	<u>(454,225)</u>
Change in cash and cash equivalents in the reporting period	<u>482,004</u>	<u>288,634</u>
Cash and cash equivalents at the beginning of the reporting period	<u>583,591</u>	<u>294,960</u>
Cash and cash equivalents at the end of the reporting period	<u>1,065,598</u>	<u>583,594</u>

The notes form part of these financial statements.

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Notes to the Statement of Cash Flows
for the Year Ended 31 March 2025**RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2025 £	2024 £
Net income for the reporting period (as per the Statement of Financial Activities)	633,419	585,831
Adjustments for:		
Depreciation charges	47,107	50,250
Decrease in debtors	27,485	68,307
Interest Received	(8,426)	(3,686)
Rents Received	(87,804)	(74,782)
Gift Aid donations from Trading Subsidiary	(785,080)	(472,111)
Increase/(decrease) in creditors	<u>(18,561)</u>	<u>38,471</u>
Net cash provided/(used in) operations	<u>(191,860)</u>	<u>192,280</u>

ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.24 £	Cash flow £	At 31.3.25 £
Net cash			
Cash at bank and in hand	<u>583,591</u>	<u>482,004</u>	<u>1,065,598</u>
Total	<u>583,591</u>	<u>482,004</u>	<u>1,065,598</u>

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Notes to the Financial Statements **for the Year Ended 31 March 2025**

1. Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

(a) Basis of Preparation

The consolidated financial statements of the parent charity, 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 consolidate the results of the charity and its wholly owned subsidiary company, Shapinsay Renewables Limited on a line-by-line basis

(b) Legal Status of the Trust

The trust is a company limited by guarantee. The members of the company include the elected directors named on page 2. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

(c) Fund Accounting

General funds are unrestricted funds which are available for use at the discretion of the directors in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors, or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

(d) Incoming Resources

All incoming resources whether revenue or capital in nature, are included in the statement of financial activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received.

No amounts are included in the financial statements for services donated by volunteers.

Donations from Shapinsay Renewables Limited are recognised upon receipt.

The sources of grant funding are detailed in note 20.

(e) Resources Expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources.

Administration costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Notes to the Financial Statements
for the Year Ended 31 March 2025

1. Accounting Policies (continued)

(f) Tangible Fixed Assets and Depreciation

Tangible fixed assets are capitalised and included at cost including any incidental expenses of acquisition.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight-line basis over their expected useful economic lives as follows:

Property	-	2% on cost
Turbine	-	5% on cost
Equipment	-	25% on cost
Computer Equipment	-	33% on cost

(g) Impairment of Fixed Assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated to determine the extent of the impairment loss, if any.

(h) Investments

Investments held as fixed assets are stated at cost less provision for any permanent diminution in value.

(i) Financial instruments

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include 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 transaction is measured at the present value of future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

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 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. Financial liabilities classified as payable within one year are not amortised.

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

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Notes to the Financial Statements
for the Year Ended 31 March 2025

(j) Going Concern

The group holds sufficient cash reserves to cover all outstanding liabilities as at the end of the financial year. The directors therefore have a reasonable expectation that the charity has adequate resources to continue in operation for the foreseeable future. The directors therefore continue to adopt the going concern basis of accounting in preparing the financial statements.

(k) Allocation of Support Costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include office costs, finance, personnel, payroll and governance costs which support the Trust's activities. The trust allocates wages costs between cost for the benefit to the community and general overheads based on employee time spent on each area. Any costs not attributable directly to an activity for the benefit to the community is included in general overheads.

(l) Operating Leases

The Trust has leases for the use of three parcels of land for the wind turbine operated by the trading subsidiary. The leases run for 25 years to 7 June 2036. There is a minimum annual rental amount due to the landlords which is index linked based on the Retail Prices Index. Additional rent is due calculated on the profit of the wind turbine during the preceding financial year. Lease costs are calculated on an annual basis and included in the accounts with the lease obligations reflecting the minimum amounts payable at net present value.

(m) Grant Awards

Residents of Shapinsay can apply for Shapinsay Way Ahead Programme (SWAP). Guidance on eligibility is provided and an application form must be completed. All applications are assessed and approved by the board of directors.

(n) Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Notes to the Financial Statements
for the Year Ended 31 March 2025**3. Activities for Generating Funds – Commercial Trading Operations**

The company has a wholly-owned trading subsidiary, incorporated in Scotland. The summary financial performance of the subsidiary alone is as follows:

	2025	2024
	£	£
Turnover	993,203	1,002,271
Cost of Sales, Administration Costs and Interest Payable	(1,106,294)	(761,445)
Other Operating Income	525	470
Interest Receivable and Other Operating Income	11,101	6,531
Taxation	(28,101)	16,065
Net Profit/(Loss)	(129,566)	263,892
The Assets and Liabilities of the Subsidiaries were:		
Fixed Assets	565,928	647,032
Current Assets	977,603	1,207,225
Current Liabilities	(321,385)	(294,008)
Long Term Liabilities	(87,016)	(281,612)
Provision for Deferred Tax	(111,938)	(125,879)
Total Net Assets	1,023,192	1,152,758
Aggregate Share Capital and Reserves	1,023,192	1,152,758

4 Grants

	2025	2024
	£	£
Grants Received are as Follows:		
VAO - wellbeing	19,962	6,839
Scottish Government Rural and Island Housing Fund	98,587	31,133
Scottish Land Fund	6,000	207,319
Energy Saving Trust	-	13,752
OIC	35,746	16,840
NHPS – Smithy	-	87,689
HIE Supporting Communities	-	16,592
HIE	29,400	27,813
Scottish Sea Farms	-	5,647
	189,695	413,624

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

**Notes to the Financial Statements
for the Year Ended 31 March 2025****5. Activities for Generating Funds**

	2025	2024
	£	£
Boat, Bus and Bike Hires	12,408	11,575
Cast Affs	2,354	-
Services	7,912	-
The Smithy	89,839	80,631
	<u>112,513</u>	<u>92,206</u>

6. Other Income

	2025	2024
	£	£
Membership Fees	34	-
EV Car Lease	25	-
Expenses reclaimed	1,482	-
Sale of equipment	4,051	50
Sundry income	247	-
Bike Service	367	58
Conference Bursary	500	990
	<u>6,706</u>	<u>1,548</u>

7. Costs of Charitable Activities

	2025	2024
	£	£
Activities for the Benefit of the Community		
Expenditure from Charitable Funds	13,603	20,055
SWAP Expenditure	9,267	12,719
Transport Costs	57,156	54,458
Activity Costs	4,674	11,628
Wages	112,679	66,913
	<u>197,379</u>	<u>165,773</u>

	2025	2024
	£	£
General Overheads		
Wages	29,900	23,534
Rent	68,304	74,782
Insurance	22,136	10,346
Bank Charges	2,021	288
Boathouse Costs	10,606	1,701
Sundries	41,190	40,060
Depreciation – Excluding Turbines	47,107	50,248
	<u>221,264</u>	<u>200,959</u>

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Notes to the Financial Statements
for the Year Ended 31 March 2025**8. Net Income/(Outgoing) Resources**

Net Resources are stated after Charging:

	2025	2024
	£	£
Depreciation		
Turbines (included in cost of Electricity Generation)	78,736	78,736
Other Assets	56,474	67,178
 Auditor Remuneration	 7,800	 6,500

9. Trustees' and Directors' Remuneration and Benefits

	2025	2024
	£	£
Directors' Remuneration for Services Provided	-	-

No trustee received remuneration as a trustee of Shapinsay Development Trust.

10. Staff Costs

	2025	2024
	£	£
Wages and Salaries	229,528	141,932

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

	2025	2024
Average Number of Staff	21	21

There were no employees whose emoluments exceed £60,000.

The key management and their remuneration is as follows:

	2025	2024
	£	£
Development Trust Manager	34,555	26,993
Turbine Manager	24,254	21,718

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

**Notes to the Financial Statements
for the Year Ended 31 March 2025****11. Tangible Fixed Assets-Group**

	Property	Equipment	Turbines	Total
	£	£	£	£
Cost				
At 1 April 2024	1,560,480	243,918	1,575,730	3,380,128
Additions	185,472	51,558	-	237,030
Disposals	-	(57,972)	-	(57,972)
	<u>1,745,952</u>	<u>237,504</u>	<u>1,575,730</u>	<u>3,559,186</u>
Depreciation				
At 1 April 2024	63,052	116,993	979,137	1,159,182
Charge for Year	22,129	34,345	78,736	135,210
Depreciation eliminated on disposal	-	(35,386)	-	(35,386)
	<u>85,181</u>	<u>115,952</u>	<u>1,057,873</u>	<u>1,259,006</u>
Net Book Value				
At 31 March 2025	<u>1,660,771</u>	<u>121,552</u>	<u>517,857</u>	<u>2,300,180</u>
At 31 March 2024	<u>1,497,428</u>	<u>126,925</u>	<u>596,593</u>	<u>2,220,946</u>
Tangible Fixed Assets-Charity				
	Property	Equipment		Total
	£	£		£
Cost				
At 1 April 2024	1,560,480	145,868		1,706,348
Additions	185,472	21,973		207,444
Disposals	-	(200)		(200)
	<u>1,745,952</u>	<u>167,641</u>		<u>1,913,594</u>
Depreciation				
At 1 April 2024	63,052	69,383		132,435
Charge for Year	22,129	24,977		47,106
Depreciation eliminated on disposal	-	(200)		(200)
	<u>85,181</u>	<u>94,160</u>		<u>179,341</u>
Net Book Value				
At 31 March 2025	<u>1,660,771</u>	<u>73,481</u>		<u>1,734,252</u>
At 31 March 2024	<u>1,497,428</u>	<u>76,486</u>		<u>1,573,913</u>

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Notes to the Financial Statements
for the Year Ended 31 March 2025**12. Fixed Assets Investments**

The charity has a wholly owned subsidiary which is incorporated in Scotland. The results of the Company are shown in note 3.

Shapinsay Renewables Limited

Country of Incorporation: Scotland

Nature of Business: Wind Energy Production

Holding: 100 Ordinary Shares of £1 each

13. Debtors

	Group 2025 £	Group 2024 £	Charity 2025 £	Charity 2024 £
Amounts falling due within one year				
Trade Debtors	92,616	136,814	5,282	9
Amounts owed by group undertakings	-	-	69,589	75,926
Other Debtors and Prepayments	<u>24,175</u>	<u>42,016</u>	<u>2,241</u>	<u>18,068</u>
	116,791	178,830	77,112	94,003
Amounts falling due after more than one year				
Amounts owed by group undertakings	<u>-</u>	<u>-</u>	<u>21,537</u>	<u>32,131</u>
Aggregate Amounts	<u>116,791</u>	<u>178,830</u>	<u>98,649</u>	<u>126,134</u>

14. Creditors

	Group 2025 £	Group 2024 £	Charity 2025 £	Charity 2024 £
Trade Creditors	14,475	-	14,475	-
Taxation and Social Security	60,490	2,538	2,616	1,900
Other Creditors	82,197	157,124	74,517	108,270
Bank Loan (Secured)	<u>184,001</u>	<u>168,588</u>	<u>-</u>	<u>-</u>
	<u>341,163</u>	<u>328,250</u>	<u>91,608</u>	<u>110,170</u>

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

**Notes to the Financial Statements
for the Year Ended 31 March 2025****15. Creditors: Amounts Falling Due After More Than One Year**

	Group 2025 £	Group 2024 £	Charity 2025 £	Charity 2024 £
Bank Loans (Repayable by Instalment)				
Repayable in 1 – 2 Years	65,482	184,001	-	-
Repayable in 2 – 5 Years	-	65,482	-	-
Repayable in More than 5 Years	-	-	-	-
	<u>65,482</u>	<u>249,483</u>	<u>-</u>	<u>-</u>

16. Secured Debts

	Group 2025 £	Group 2024 £	Charity 2025 £	Charity 2024 £
Co-op Bank plc	249,483	418,071	-	-

Co-op Bank plc has a bond and floating charge over all property and assets of Shapinsay Renewables Limited and standard securities over the sub-leases held by Shapinsay Renewables Limited which were granted by Shapinsay Development Trust.

17. Analysis of Group Net Assets Between Funds

	Unrestricted Funds £	Restricted Funds £	2025 Total Funds £	2024 Total Funds £
Fixed Assets	975,110	1,325,070	2,300,180	2,220,946
Current Assets	1,955,508	92,975	2,048,483	1,808,893
Current Liabilities	(343,163)	-	(343,163)	(328,250)
Long Term Liabilities and Deferred Taxation	<u>(92,420)</u>	<u>-</u>	<u>(92,420)</u>	<u>(390,362)</u>
	<u>2,495,035</u>	<u>1,418,045</u>	<u>3,913,080</u>	<u>3,311,227</u>

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Notes to the Financial Statements
for the Year Ended 31 March 2025**18. Operating Lease Commitments**

	2025	2024
	£	£
The Charity has operating lease commitments until 7 June 2036 with landowners of the turbine site.		

At the financial year end the minimum lease payments due are as follows:

Within one year	9,880	9,602
Between two and five years	39,520	38,408
After five years	61,751	69,615
	<u>111,151</u>	<u>117,625</u>

19. Capital Commitments

There were no capital commitments at 31 March 2025.

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Notes to the Financial Statements
for the Year Ended 31 March 2025**20. Funds**

	b/fwd £	Income £	Expenditure £	Transfers £	c/fwd £
Restricted Funds:					
Wind Turbine (in Subsidiary)	9,357	-	-	(9,357)	-
Big Lottery Fund	162,755	-	(3,575)	(1,174)	158,006
Housing Fund	772,495	104,587	(15,426)	-	861,656
E-bike Project	10,607	2,257	(9,175)	-	3,689
Smithy	298,460	-	(15,381)	-	283,079
Wellbeing Fund	22	21,434	(16,606)	-	4,850
Youth Project	876	-	-	-	876
Enterprise Zone	46,120	-	-	-	46,120
Charity Shop Project	30,299	30,746	(1,275)	-	59,770
Total Restricted Funds	<u>1,330,991</u>	<u>159,024</u>	<u>(61,438)</u>	<u>(10,531)</u>	<u>1,418,046</u>
Unrestricted Funds					
Designated Funds:					
SWAP	-	-	(9,267)	9,267	-
Transport Fund	-	15,526	(88,410)	72,884	-
Cast Affs	-	2,629	(5,278)	2,649	-
Smithy Operational	-	89,839	(151,425)	61,586	-
Total Designated Funds	<u>-</u>	<u>107,994</u>	<u>(254,380)</u>	<u>146,386</u>	<u>-</u>
General Fund	<u>842,580</u>	<u>924,515</u>	<u>(242,296)</u>	<u>(135,855)</u>	<u>1,388,944</u>
Total Unrestricted Funds	<u>842,580</u>	<u>1,032,509</u>	<u>(496,676)</u>	<u>10,531</u>	<u>1,388,944</u>
Total	<u>2,173,571</u>	<u>1,191,533</u>	<u>(558,114)</u>	<u>-</u>	<u>2,806,990</u>

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Notes to the Financial Statements **for the Year Ended 31 March 2025**

20. Funds (continued)

SWAP (Shapinsay Way Ahead Programme)

A number of grants were made under the scheme enabling community members to experience cultural and educational trips, training and experiences within Shapinsay, Orkney and beyond. Within the financial year to 31st March 2022, 7 individuals and groups benefited from the programme.

Transport

The core cost of the out-of-hours ferry service (OOH) and the island transport service, serviced by an electric car (EV) and a minibus continue to be provided by the trust. Boat fares and transport donations support these services. One full-time and one part time member of staff are employed to support these important services. The ebike program is well underway with the custom designed shed now completed to house the bikes, the program is going to be supported for 18 months through the kick start/OIC ERI fund. Phase 1 of the bikes is for community and visitors to enjoy and Phase 2 is comprised of a fleet for island commuters on a long term rental basis.

Energy Savings Trust – E-bike Project

The trust secured funding from the Energy Savings Trust for phase 2 to purchase a fleet of 11 Ebikes to be used by commuters on the island. A 3rd tranche is being explored focusing on mobility and wellbeing.

Highlands & Islands Enterprise – Community Development Officer

The trust secured funding from HIE towards the salary and associated costs regarding a community development officer.

Housing Fund

Scottish Land Fund

The Trust secured funding from Scottish Land Fund towards the purchase of 2 properties on the Island for affordable social housing.

Rural Housing Fund

The Trust along with a consortium of local neighbouring islands secured funding from the rural housing fund for costs around the renovation costs of the project at Rullinvoc.

Smithy

Funds are designated from the general fund annually to cover the operating loss of running a café and heritage centre in The Smithy.

Wellbeing

After a successful pilot project, the trust secured funding for a well-being coordinator managed by VAO for a further 2 years, the funding currently runs until March 2024 with the funding covering the coordinator costs for 2 days per week and the trust funding a 3rd day. There is work being done to expand this to other islands and areas within Orkney post March 2025.

Shapinsay Development Trust

(A company limited by guarantee, not having a share capital)

Notes to the Financial Statements
for the Year Ended 31 March 2025

21. Contingent Liabilities

Contingent liabilities exist in respect of grants received by the charity from various bodies which could become repayable if the conditions relating to payment of these grants are not met. The directors are not aware of any breaches of conditions which might lead to any grants becoming repayable.

The grants and conditions are:

Rural Housing Grant of £216,133 on housing stock remains repayable in perpetuity should the properties ever be disposed of.

NILPS grant for the Smithy of £107,241 obligation period ends 11 August 2032

EST – There are two grants on the purchase of Ebikes which state that if the bikes are disposed of during the obligation period then the proceeds of disposal must be repaid to EST. The obligation period for the first tranche of bikes ends 20 March 2026 and that of the second tranche ends 15 April 2028

OIC grant for the Charity shop of £9,671.74 has a 5 year monitoring period from completion. The project was still in development at 31 March 2024.

Scottish Land Fund funding of £52,000 for Land and £147,578 for Rulinvoe has a 5-year monitoring periods which will expire in May 2028 and November 2028 respectively.

22. Related Party Transactions

During the year the following transactions subsisted:

David Campbell (Secretary)	£29,900 for services as finance manager.
Adrian Bird (Director-Shapinsay Renewables Ltd)	£780 for grass cutting services.