

Kirknewton Community Development Trust Limited

Scotland · Charity number SC037895

Details

Status	Active
Legal form	Company (the charity is registered with Companies House)
Registered	2007-03-07
Register	View on the OSCR register

Contact

Address The Green Room
12 Main St
Kirknewton
West Lothian
EH27 8AH

Website <https://www.kirknewton.info/>

Activities

Activities: 'It makes grants, donations, loans, gifts or pensions to individuals','It carries out activities or services itself'

Purposes: 'the prevention or relief of poverty','the advancement of education','the advancement of citizenship or community development','the advancement of environmental protection or improvement'

What the charity does: KCDT is set up to deliver meaningful, community-driven initiatives that enhance the quality of life for local residents. We focus on a number of areas including: Community Development and Volunteering. provision of Community Facilities and Services. improvements of Local Environment and Green Space. Planning and Strategic Development. Local Economy and training. We are active in a number of areas including combating fuel poverty and environmental protection. Or largest project in the year to 31-08-24 was to realise a proposal in our development plan which meant we were nearing completion on seven 2-bedroom, low-energy homes designed for older residents, prioritising those with growing care needs and deep-rooted ties to Kirknewton.

Beneficiaries: 'Other defined groups'

Objectives: (a) To relieve poverty through the development of practical initiatives to combat fuel poverty in Kirknewton and its environs (b) To provide environmental protection by improving public awareness of fuel poverty, by enabling domestic energy efficiency and the use of renewable energy. (c) To advance education and in particular to promote opportunities for learning for the benefit of the general public (d) To advance environmental protection and improvement in Kirknewton through the provision, maintenance and/or

amenities and other environmental and regeneration projects (but subject to appropriate safeguards to ensure that the public benefits so arising clearly outweigh any private benefit thereby conferred on private landowners) (e) To help young people, particularly those resident in Kirknewton, to develop their physical, mental and spiritual capacities, such that they may grow to full maturity as individuals and as members of society (f) To advance citizenship and/or community development (including the promotion of civic responsibility and the promotion of the voluntary sector and/or the effectiveness or efficiency of charities) (g) To promote, establish, operate and/or support other similar schemes and projects of a charitable nature for the benefit of the community within Kirknewton (h) To carry out any other charitable purpose for the benefit of the public with the prior consent of the Inland Revenue Charities Department or any successor body

Geography

- **Main operating location:** West Lothian
- **Geographical spread:** A specific local point, community or neighbourhood

Finances

Period end	Income	Expenditure	Assets	Employees
2025-08-31	£339,820	£173,256	-	5
2024-08-31	£841,736	£794,639	-	3
2023-08-31	£492,603	£125,294	-	4
2022-08-31	£70,658	£128,547	-	4
2021-08-31	£92,614	£176,593	-	5

Kirknewton Community Development Trust Limited

Scotland - Charity number SC037895

Accounts

REGISTERED COMPANY NUMBER: SC307425 (Scotland)
REGISTERED CHARITY NUMBER: SC037895

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 August 2025
for
Kirknewton Community Development Trust Ltd

EQ Accountants Ltd
47-49 The Square
Kelso
Roxburghshire
TD5 7HW

Kirknewton Community Development Trust Ltd

**Contents of the Financial Statements
for the Year Ended 31 August 2025**

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Kirknewton Community Development Trust Ltd

**Reference and Administrative Details
for the Year Ended 31 August 2025**

TRUSTEES	Stewart McKenna (Chair) Hugh Hunter Gordon Martin Hall Caroline Hamilton Susan Campbell Anthony Foster
REGISTERED OFFICE	41 Charlotte Square Edinburgh EH2 4HQ
PRINCIPAL OFFICE	The Green Room 12 Main Street Kirknewton EH27 8AH
REGISTERED COMPANY NUMBER	SC307425 (Scotland)
REGISTERED CHARITY NUMBER	SC037895
INDEPENDENT EXAMINER	EQ Accountants Ltd 41 Charlotte Square Edinburgh EH2 4HQ
BANKERS	Santander Customer Service Centre Bootle Merseyside L30 4GB Triodos Bank Deanery Road Bristol BS1 5AS

Kirknewton Community Development Trust Ltd

Report of the Trustees for the Year Ended 31 August 2025

The Charity is constituted as a company limited by guarantee and is governed by its Memorandum and Articles of Association. It is registered as a charity with the office of the Scottish Charity Regulator. Membership is open to persons over the age of 16 who are ordinarily resident in the community, are entitled to vote at a local government election in a polling district that includes the community and support the aim and activities of the company. Each member of the company undertakes to contribute such an amount as may be required (not exceeding £1) to the company's assets if it should be wound up.

The management of the Charity is the responsibility of the Board of Directors. The directors, who are the charity's trustees for the purposes of charity law, are its key management personnel and are not remunerated. The directors meet regularly, making all major decisions, including in relation to finances. The charity has employees to assist in its day-to-day operations including in the areas of fundraising, financial administration and organising and delivering charitable activities.

Under the Articles of Association at each Annual General Meeting the members may elect (providing he/she is willing to act) any member to be a director. In addition the directors may at any time appoint: any member (providing he/she is willing to act) to be a director; or any non-member of the company (providing he/she is willing to act) to be a director either on the basis he/she has been nominated by a body with which the company has close contact in the course of its activities or on the basis that he/she has specialist experience and/or skills which could be of assistance to the directors.

In terms of recruiting new trustees the Board constantly network in this regard and the intention is to hold workshops to explain what KCDT does as part of a recruitment drive.

Induction and training of directors is achieved by working personally with new appointees prior to and after recruitment.

In terms of relationships with other parties: as noted in the Chairman's Report, we continued a close collaboration with Kirknewton Community Council, with other local volunteer groups who are themselves committees of the board: Kirknewton Community Association who are responsible for the Village Hall, Muddy Boots and the Gala Association. We also have excellent working relationships with the Allotments Association, Cyrenians Organic Farm who supply Organic Veg Bags and our very supportive village shop Festival Stores.

OBJECTIVES AND ACTIVITIES

Objectives

The objects as detailed in the Memorandum and Articles of Association are as follows:-

- a) to relieve poverty through the development of practical initiatives to combat fuel poverty in Kirknewton and its environs.
- b) to provide environmental protection by improving public awareness of fuel poverty, by enabling domestic energy efficiency and the use of renewable energy.
- c) to advance education and in particular to promote opportunities for learning for the benefit of the general public.
- d) to advance environmental protection and improvement in Kirknewton through the provision, maintenance and/or improvement public open space and other public amenities and other environmental and regeneration projects (but subject to appropriate safeguards to ensure that the public benefits so arising clearly outweigh any private benefit thereby conferred on private landowners).
- e) to help young people, particularly those resident in Kirknewton, to develop their physical, mental and spiritual capacities, such that they may grow to full maturity as individuals and as members of society.
- f) to advance citizenship and/or community development (including the promotion of civic responsibility and the promotion of the voluntary sector and/or the effectiveness or efficiency of charities).
- g) to promote, establish, operate and/or support other similar schemes and projects of a charitable nature for the benefit of the community within Kirknewton.
- h) to carry out any other charitable purpose for the benefit of the public with the prior consent of the Inland Revenue Charities Department or any successor body.

Kirknewton Community Development Trust Ltd

Report of the Trustees for the Year Ended 31 August 2025

OBJECTIVES AND ACTIVITIES

Overall Objectives and Strategies

Our overall objectives and our strategy for achieving our aims and objectives outlined in the Kirknewton Community Development Plan 2021-25 - a publicly available document on our website <https://www.kirknewton.info/general-8-3>. This identifies 5 main themes as undernoted together with priorities in relation to the themes and the next steps and actions.

- Community Development and Volunteering
- Community Facilities and Services
- Local Environment and Green Space
- Planning and Strategic Development
- Local Economy and training

In any individual year, our abilities to implement our priorities is highly dependent on obtaining suitable funding. The current year was, as we had anticipated, both in terms of financial resources and volunteer time dominated by the housing project. A total of nearly £1.4 million was spent on the housing project in the year (treated as capital expenditure) compared with other expenditure (revenue expenditure), excluding impairment, of £126,868. This project, more details of which are given in the achievements section, was aiming to realise a proposal in our plan, in relation to Community Facilities and Services, to do with support for those in our community, facing increasing needs, in an affordable manner. There were cost overruns on this project and its realisation required every drop of our reserves and triggered fundraising (post year end as detailed in the financial review) restoring them to a significant extent. Therefore, we ultimately assess this project to be a success and a major achievement for a charity of our size.

The strategic aim has from the outset been to establish a long-term core funding source by participation, utilising our reserve resources if necessary, in the community aimed opportunities in renewable energy sources. We remain actively engaged in this pursuit.

Performance

We consider the housing project to have been a success for the reasons outlined above.

In addition to the housing project despite limited resources we were successful in carrying out a number of other activities during the year as noted in the achievements section below.

In general terms the charity aims to be breakeven in relation to general fund current assets/cash in a given year. We have not achieved that this year due to the overruns on the housing project however this has been significantly restored following the year end.

We do not currently use Key Performance Indicators to assess our performance.

Kirknewton Community Development Trust Ltd**Report of the Trustees
for the Year Ended 31 August 2025****FINANCIAL REVIEW****Financial position**

Income for the year decreased relative to the previous year by £501,916 to £339,820. This was in the main due to a decrease in the capital grant received from the Scottish Government towards the construction project. Expenditure for the year decreased relative to the previous year by £621,383 to £173,256. This was principally due to an impairment of £667,771 regarding the assets under construction in the previous year.

There was a surplus of £230,051 (2024 - £220,223) for the year in relation to restricted funds mainly due to the receipt of the remaining capital grant. There was a deficit of £61,431 (2024 - £173,126) for the year in relation to unrestricted funds, principally due to £40,616 of the impairment loss on the construction project being met by unrestricted funds and a full year of bank loan interest being incurred. Total funds of the charity increased to £1,240,977 at 31 August 2025 of which £977,664 were restricted and £263,313 unrestricted.

The construction of the 7 houses was completed during the year, final grants totalling £146k being received towards the cost of completion and in addition an unrestricted one-off donation of shares of £20,342, was also received.

It should also be noted that, contained within unrestricted reserves are designated reserves of £1,771 that the Directors have designated for use on the activities previously carried out by the Kirknewton Community Association.

The most significant financial risk faced by the charity at the year-end was, potentially unfunded, cost overruns on the housing project. The plans and strategy adopted by the charity in mitigating this risk were: to engage legal assistance to attribute part of the cost overruns to the contractor on the project; to seek further funding, including from the Scottish Government, as a contribution to the cost overruns. We were successful on both counts, including the receipt of further grants of £232k as referred to above. Ultimately the project followed the pattern set by the previous Green Room project, where reserves are deployed as working capital but the project is largely funded by grants. It is most unlikely that any of the other aspirations in our renewed development plan will demand the same level of working capital. This is a matter that the Board has and will continue to review, especially in the light of the withdrawal of local authorities from providing community facilities.

As at the date of signing the accounts the housing project has been successfully completed and tenants are in occupation. With the exception of the retention due to the contractor there are no remaining liabilities in relation to the project and the charity has sufficient funds to enable it to continue to operate for the foreseeable future.

Reserves policy

The overall policy is to preserve as substantially as possible the charity's unrestricted reserves for the purpose of long-term capital investment from which may be funded a number of activities for the benefits of the community and this remains a principal objective and strategy. With this in mind the Directors have entered into grant based funding arrangements where many specific costs are covered by restricted grants and appropriate governance procedures are in place to ensure that expenditure is controlled within each grant envelope.

Whilst in the current year the decision was taken to invest a substantial proportion of unrestricted reserves in the construction project, our long-term policy on reserves remains to maximise cash to enable the best investment we can make in a renewal energy project and thus deliver long-term income to keep the trust afloat and we remain actively engaged in this pursuit. Such a project exists with the proposed Camilty Windfarm where we have an offer of a 10% stake which would give us a sustainable income for the next 35 years, however we need an estimated £3M to enable us to take advantage of this opportunity.

Kirknewton Community Development Trust Ltd

**Report of the Trustees
for the Year Ended 31 August 2025**

FUTURE PLANS

As at the year-end our plan was to complete the housing project, to ensure suitable funding was in place to achieve that and thereafter to accommodate tenants. As outlined in greater detail in the financial review we are delighted to report we have now achieved this objective.

We intend to, and are currently in the process of, updating our 5-year Development Plan and realise that new challenges have arisen. It is of particular concern that our Youth Development has lapsed through lack of staff and corresponding funding but new ideas are emerging that we will continue to pursue.

We plan to continue investigating potential investment in renewal energy projects.

Statement of Trustees' Responsibilities

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The trustees' annual report was approved and signed on behalf of the board of trustees by:

Stewart McKenna
Chairman



Date: 25/03/2026

**Independent Examiner's Report to the Trustees of
Kirknewton Community Development Trust Ltd**

I report on the accounts for the year ended 31 August 2025 set out on pages seven to twenty one.

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.

Signed by:

Raymond Paterson

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Walter Raymond Paterson FCCA
The Association of Chartered Certified Accountants

EQ Accountants Ltd
41 Charlotte Square
Edinburgh
EH2 4HQ

30-03-2026 | 09:52 BST

Date:

Kirknewton Community Development Trust Ltd**Statement of Financial Activities
for the Year Ended 31 August 2025**

	Notes	Unrestricted funds £	Restricted funds £	31/8/25 Total funds £	31/8/24 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	20,842	293,779	314,621	820,853
Charitable activities					
Charitable		11,688	-	11,688	3,315
Other trading activities	3	-	10,861	10,861	9,418
Investment income	4	1,872	-	1,872	7,249
Other income		778	-	778	901
Total		<u>35,180</u>	<u>304,640</u>	<u>339,820</u>	<u>841,736</u>
EXPENDITURE ON					
Raising funds	5	6,297	7,988	14,285	15,491
Charitable activities					
Charitable	6	51,754	66,601	118,355	111,377
Other		<u>40,616</u>	<u>-</u>	<u>40,616</u>	<u>667,771</u>
Total		<u>98,667</u>	<u>74,589</u>	<u>173,256</u>	<u>794,639</u>
Net gains on investments		<u>2,056</u>	<u>-</u>	<u>2,056</u>	<u>-</u>
NET INCOME/(EXPENDITURE)		(61,431)	230,051	168,620	47,097
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>323,394</u>	<u>747,613</u>	<u>1,071,007</u>	<u>1,023,910</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>261,963</u></u>	<u><u>977,664</u></u>	<u><u>1,239,627</u></u>	<u><u>1,071,007</u></u>

The notes form part of these financial statements

Balance Sheet
31 August 2025

	Notes	31/8/25 £	31/8/24 £
FIXED ASSETS			
Tangible assets	11	138,151	1,483,593
Investment property	12	<u>1,470,000</u>	<u>-</u>
		1,608,151	1,483,593
CURRENT ASSETS			
Debtors	13	157,030	3,681
Cash at bank and in hand		<u>44,864</u>	<u>171,744</u>
		201,894	175,425
CREDITORS			
Amounts falling due within one year	14	(48,878)	(63,991)
		<u>-</u>	<u>-</u>
NET CURRENT ASSETS		<u>153,016</u>	<u>111,434</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		1,761,167	1,595,027
CREDITORS			
Amounts falling due after more than one year	15	(521,540)	(524,020)
		<u>-</u>	<u>-</u>
NET ASSETS		<u><u>1,239,627</u></u>	<u><u>1,071,007</u></u>
FUNDS			
Unrestricted funds	16	261,963	323,394
Restricted funds		<u>977,664</u>	<u>747,613</u>
TOTAL FUNDS		<u><u>1,239,627</u></u>	<u><u>1,071,007</u></u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2025.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2025 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.

Kirknewton Community Development Trust Ltd

Balance Sheet - continued
31 August 2025

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**25/03/2026**..... and were signed on its behalf by:



.....
Stewart McKenna - Chairman

Kirknewton Community Development Trust Ltd**Notes to the Financial Statements
for the Year Ended 31 August 2025****1. ACCOUNTING POLICIES****Basis of preparing the financial statements**

The financial statements have been prepared in accordance with 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) second edition issued October 2019, The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Companies Act 2006, the Charities Accounts (Scotland) Regulations 2006 (as amended) and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements have been prepared on the historical cost basis and relate to the individual entity only.

Kirknewton Community Development Trust (KCDT) meets the definition of a public benefit entity under FRS102. The financial statements are prepared in sterling which is the functional currency of the charity and are rounded to the nearest pound.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

Critical accounting judgements and key sources of estimation uncertainty

In the application of the charity's accounting policies the Directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. As the estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant, actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis and those that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below:

Useful economic lives of tangible assets and depreciation charge: The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually and are amended when necessary to reflect current estimates based on technological advancement, future investments, economic utilisation and the physical condition of the asset. The net book value of tangible fixed assets at the year-end is stated in note 11.

Income

Income from donations and legacies comprises: Donations and all grants receivable except those that are for the performance of a service. Income is recognised at such time as there is entitlement, it is probable that the income will be received and the amount can be measured with sufficient reliability. Income is only deferred where: The donor specifies that the grant or donation may only be expended in future accounting periods or conditions imposed by the donor which must be met before the charity has unconditional entitlement to the grant or donation have not been attained. In such circumstances income is credited to deferred income and accounted for as a liability.

Investment income comprises: interest receivable on cash balances held in interest bearing current accounts.

Income from charitable activities comprises: income received under contract or where entitlement to grant funding is subject to particular service requirements. Such income is recognised as earned as the related services are provided.

Income from other trading relates to income raised from fundraising events and activities.

Expenditure

Expenditure is recognised when a liability is incurred i.e. there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and it can be measured reliably. Contractual arrangements are recognised as goods or services are supplied.

Kirknewton Community Development Trust Ltd

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2025**

1. ACCOUNTING POLICIES - continued

Expenditure

Expenditure is classified under the following activity headings:

Expenditure on raising funds which is the expenditure incurred in attracting grants and donations and in relation to fundraising events and activities.

Expenditure on charitable activities which is expenditure associated with the various activities in furtherance of KCDT's objectives including those support costs and costs relating to the governance of the charity apportioned to charitable activities.

As KCDT is not registered for VAT the expenditure is shown inclusive of VAT which is irrecoverable.

Tangible fixed assets

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

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

The Charity has various types of funds which require to be separately disclosed as follows:-

Unrestricted funds are funds which are expendable at the discretion of the Board in furtherance of the objects of the charity.

Designated funds are unrestricted funds which the Board has decided at its discretion are to be set aside for a specific purpose.

Restricted income funds are funds to account for situations where a donor requires that a grant or donation can only be spent on a particular purpose. Related expenditure is identified to the fund, together with a fair reflection of support costs. Restricted income funds which are specifically to fund capital expenditure are separately identified in the relevant note to the accounts.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Support costs

Support costs are those costs incurred to facilitate an activity. Support costs have been differentiated between governance costs and other support costs. Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

Support costs relating to a specific activity are allocated directly to that activity. Where support costs relate to several activities they have been apportioned as set out in note 8.

Grants for the purchase of fixed assets

Grants received by the Charity which are specifically for the purchase of fixed assets are recognised as incoming resources in the statement of Financial Activities when receivable. The relevant fund in which the net book value of assets so acquired is reflected is then reduced over the economic life of the asset in line with its depreciation unless there are no further restrictions once the fixed asset has been acquired in which case its net book value is transferred to general funds.

Kirknewton Community Development Trust Ltd**Notes to the Financial Statements - continued
for the Year Ended 31 August 2025****1. ACCOUNTING POLICIES - continued****Debtors**

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments.

Creditors and provisions

Creditors and provisions are recognised where the company has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial instruments

The charity only has financial assets and financial liabilities that qualify as basic financial instruments. Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

2. DONATIONS AND LEGACIES

	Unrestricted funds £	Restricted funds £	31/8/25 Total funds £	31/8/24 Total funds £
Donations	20,342	750	21,092	1,025
Grants	<u>500</u>	<u>293,029</u>	<u>293,529</u>	<u>819,828</u>
	<u>20,842</u>	<u>293,779</u>	<u>314,621</u>	<u>820,853</u>

Grants:	Unrestricted	Restricted	2025 Total £	2024 Total £
Scottish Government - Housing grant	-	145,456	145,456	761,760
DTAS	-	35,000	35,000	34,500
National Heritage	-	-	-	(4,308)
Big Lottery	-	20,000	20,000	20,000
West Lothian Council	-	2,589	2,589	4,876
The Lady Marian Gibson Trust	-	-	-	3,000
Arnold Clark	500	2,000	2,500	-
Foundation Scotland	-	47,984	47,984	-
Garfield Weston	-	40,000	40,000	-
			293,528	819,828
Donations	20,342	750	23,092	1,025
	<u>20,842</u>	<u>293,779</u>	<u>314,621</u>	<u>820,853</u>

Of the grants received in the current year £148,045 (2024 - £782,328) are considered to be government grants as defined in the Charities SORP (FRS102) and are all to fund specific projects more details of which can be found in note 16 to the accounts.

Kirknewton Community Development Trust Ltd

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2025**

3. OTHER TRADING ACTIVITIES

	Unrestricted funds £	Restricted funds £	31/8/25 Total funds £	31/8/24 Total funds £
Fundraising events	<u>-</u>	<u>10,861</u>	<u>10,861</u>	<u>9,418</u>

4. INVESTMENT INCOME

	Unrestricted funds £	Restricted funds £	31/8/25 Total funds £	31/8/24 Total funds £
Deposit account interest	<u>1,872</u>	<u>-</u>	<u>1,872</u>	<u>7,249</u>

5. RAISING FUNDS

Raising donations and legacies

	Unrestricted funds £	Restricted funds £	31/8/25 Total funds £	31/8/24 Total funds £
Fundraising Costs	-	75	75	134
Support costs	<u>6,297</u>	<u>7,913</u>	<u>14,210</u>	<u>15,357</u>
	<u>6,297</u>	<u>7,988</u>	<u>14,285</u>	<u>15,491</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 7) £	Support costs (see note 8) £	Totals £
Charitable	<u>66,174</u>	<u>52,181</u>	<u>118,355</u>

7. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31/8/25 £	31/8/24 £
Events including gala	13,578	10,371
Other charitable expenditure	1,265	3,928
Running costs - Pavilion & Village	1,103	2,177
Improvements to community facilities	4,303	4,157
Food & fuel support	2,224	8,327
Depreciation	4,521	8,475
Interest paid	<u>39,180</u>	<u>14,319</u>
	<u>66,174</u>	<u>51,754</u>

Kirknewton Community Development Trust Ltd**Notes to the Financial Statements - continued
for the Year Ended 31 August 2025****8. SUPPORT COSTS**

	Management £	Governance costs £	Totals £
Raising donations and legacies	12,972	1,238	14,210
Charitable	<u>48,975</u>	<u>3,206</u>	<u>52,181</u>
	<u>61,947</u>	<u>4,444</u>	<u>66,391</u>

Salary costs have been allocated to activities based on the directors' estimate of time spent by employees on an activity. Other support costs have been allocated to activities based on estimated usage.

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

			31/8/25	31/8/24
	Raising donations and legacies £	Charitable £	Total activities £	Total activities £
Wages	7,660	31,708	39,368	39,590
Pensions	-	475	475	581
Insurance	1,583	2,375	3,958	1,552
Light and heat	579	868	1,447	1,793
Telephone	452	676	1,128	982
Postage and stationery	60	91	151	176
Sundries	740	1,111	1,851	804
Staff training	253	381	634	155
Cleaning	293	440	733	851
Property repairs and maintenance	187	281	468	354
Subs & memberships	322	484	806	816
IT Costs	457	685	1,142	875
Professional fees	186	9,099	9,285	17,211
Bank charges	200	301	501	-
Auditors' remuneration for non audit work	1,238	3,206	4,444	2,040
Auditors' remuneration	-	-	-	7,200
	<u>14,210</u>	<u>52,181</u>	<u>66,391</u>	<u>74,980</u>

9. NET INCOME/(EXPENDITURE)

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

	31/8/25 £	31/8/24 £
Depreciation - owned assets	4,520	8,475
Interest payable on bank loan	39,180	14,319
Impairment losses - tangible fixed assets	<u>40,616</u>	<u>667,771</u>

Kirknewton Community Development Trust Ltd**Notes to the Financial Statements - continued
for the Year Ended 31 August 2025****10. STAFF COSTS**

	31/8/25	31/8/24
	£	£
Wages and salaries	39,368	39,590
Other pension costs	<u>475</u>	<u>581</u>
	<u><u>39,843</u></u>	<u><u>40,171</u></u>

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

	31/8/25	31/8/24
Average number of employees	<u>5</u>	<u>3</u>

No employees received emoluments in excess of £60,000.

11. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Fixtures and fittings £	Totals £
COST				
At 1 September 2024	175,272	1,341,528	62,493	1,579,293
Additions	-	169,088	606	169,694
Impairments	-	(40,616)	-	(40,616)
Transfer to ownership	<u> </u>	<u>(1,470,000)</u>	<u> </u>	<u>(1,470,000)</u>
At 31 August 2025	<u>175,272</u>	<u>-</u>	<u>63,099</u>	<u>238,371</u>
DEPRECIATION				
At 1 September 2024	38,555	-	57,145	95,700
Charge for year	<u>3,505</u>	<u>-</u>	<u>1,015</u>	<u>4,520</u>
At 31 August 2025	<u>42,060</u>	<u>-</u>	<u>58,160</u>	<u>100,220</u>
NET BOOK VALUE				
At 31 August 2025	<u>133,212</u>	<u>-</u>	<u>4,939</u>	<u>138,151</u>
At 31 August 2024	<u>136,717</u>	<u>1,341,528</u>	<u>5,348</u>	<u>1,483,593</u>

Assets Under Construction came into use during the year and have been transferred to ownership (as shown in note 12).

Kirknewton Community Development Trust Ltd**Notes to the Financial Statements - continued
for the Year Ended 31 August 2025****12. INVESTMENT PROPERTY**

	£
FAIR VALUE	
Transfer to ownership	<u>1,470,000</u>
At 31 August 2025	<u>1,470,000</u>
NET BOOK VALUE	
At 31 August 2025	<u><u>1,470,000</u></u>
At 31 August 2024	<u><u>-</u></u>

Investment Property relates to seven 2-bedroom, low-energy homes designed for older residents and have been provided as security both in relation to the loan of £525,000 from Ecology Building Society and the funding provided by the Scottish Government towards the construction project. The properties were completed and rental income received during the year.

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/8/25	31/8/24
	£	£
Trade debtors	130	655
Other debtors	155,081	1,539
Prepayments and accrued income	<u>1,819</u>	<u>1,487</u>
	<u><u>157,030</u></u>	<u><u>3,681</u></u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31/8/25	31/8/24
	£	£
Bank loans and overdrafts (see note 19)	3,460	980
Trade creditors	36,793	8,422
Social security and other taxes	967	387
Other creditors	118	93
Accrued expenses	<u>7,540</u>	<u>54,112</u>
	<u><u>48,878</u></u>	<u><u>63,991</u></u>

The bank loan is secured by a fixed charge over the company's property disclosed under assets under construction.

Kirknewton Community Development Trust Ltd

Notes to the Financial Statements - continued
for the Year Ended 31 August 2025

15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31/8/25	31/8/24
	£	£
Bank loans (see note 19)	<u>521,540</u>	<u>524,020</u>

The bank loan is secured by a fixed charge over the company's property disclosed under assets under construction. The bank loan is repayable by instalments over a 40 year period and was advanced, in tranches, from March 2024. The interest rate charged is 7.39%. The amount repayable by instalments which falls due in more than 5 years is £512,906.

16. MOVEMENT IN FUNDS

	At 1/9/24	Net movement in funds	At 31/8/25
	£	£	£
Unrestricted funds			
General fund	320,865	(60,673)	260,192
Designated - KCA	<u>2,529</u>	<u>(758)</u>	<u>1,771</u>
	323,394	(61,431)	261,963
Restricted funds			
Cycle Scotland	12,373	(4,000)	8,373
Big Lottery	6,834	(3,068)	3,766
Gala Fund	7,385	980	8,365
Harperrig Broadband	13,180	-	13,180
Health & Wellbeing	3,472	(2,540)	932
DTAS	20,556	8,306	28,862
Scottish Government - Housing grant	671,072	229,714	900,786
Other	<u>12,741</u>	<u>659</u>	<u>13,400</u>
	<u>747,613</u>	<u>230,051</u>	<u>977,664</u>
TOTAL FUNDS	<u>1,071,007</u>	<u>168,620</u>	<u>1,239,627</u>

	Incoming resources	Resources expended	Gains and losses	Movement in funds
	£	£	£	£
Unrestricted funds				
General fund	34,048	(96,777)	2,056	(60,673)
Designated - KCA	<u>1,132</u>	<u>(1,890)</u>	-	<u>(758)</u>
	35,180	(98,667)	2,056	(61,431)
Restricted funds				
Cycle Scotland	-	(4,000)	-	(4,000)
Big Lottery	20,000	(23,068)	-	(3,068)
Gala Fund	9,772	(8,792)	-	980
Health & Wellbeing	2,650	(5,190)	-	(2,540)
DTAS	35,000	(26,694)	-	8,306
Scottish Government - Housing grant	232,941	(3,227)	-	229,714
Other	<u>4,277</u>	<u>(3,618)</u>	-	<u>659</u>
	<u>304,640</u>	<u>(74,589)</u>	-	<u>230,051</u>
TOTAL FUNDS	<u>339,820</u>	<u>(173,256)</u>	<u>2,056</u>	<u>168,620</u>

Kirknewton Community Development Trust Ltd

Notes to the Financial Statements - continued
for the Year Ended 31 August 2025

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/9/23 £	Net movement in funds £	Transfers between funds £	At 31/8/24 £
Unrestricted funds				
General fund	433,776	(173,604)	60,693	320,865
Designated - KCA	2,744	(215)	-	2,529
Designated - Housing Project	<u>60,000</u>	<u>-</u>	<u>(60,000)</u>	<u>-</u>
	496,520	(173,819)	693	323,394
Restricted funds				
Cycle Scotland	12,373	-	-	12,373
Big Lottery	-	6,834	-	6,834
Gala Fund	8,855	(1,470)	-	7,385
Harperrig Broadband	14,679	(1,499)	-	13,180
Health & Wellbeing	7,853	(6,377)	1,996	3,472
Heritage Lottery	6,304	(4,308)	(1,996)	-
Voluntary Sector Gateway	9,927	(9,234)	(693)	-
DTAS	3,990	16,566	-	20,556
Scottish Government - Housing grant	451,285	219,787	-	671,072
Other	<u>12,124</u>	<u>617</u>	<u>-</u>	<u>12,741</u>
	<u>527,390</u>	<u>220,916</u>	<u>(693)</u>	<u>747,613</u>
TOTAL FUNDS	<u>1,023,910</u>	<u>47,097</u>	<u>-</u>	<u>1,071,007</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	8,995	(182,599)	(173,604)
Designated - KCA	<u>2,370</u>	<u>(2,585)</u>	<u>(215)</u>
	11,365	(185,184)	(173,819)
Restricted funds			
Big Lottery	20,000	(13,166)	6,834
Gala Fund	8,800	(10,270)	(1,470)
Harperrig Broadband	-	(1,499)	(1,499)
Health & Wellbeing	1,950	(8,327)	(6,377)
Heritage Lottery	(4,308)	-	(4,308)
Voluntary Sector Gateway	-	(9,234)	(9,234)
DTAS	34,500	(17,934)	16,566
Scottish Government - Housing grant	761,760	(541,973)	219,787
Other	<u>7,669</u>	<u>(7,052)</u>	<u>617</u>
	<u>830,371</u>	<u>(609,455)</u>	<u>220,916</u>
TOTAL FUNDS	<u>841,736</u>	<u>(794,639)</u>	<u>47,097</u>

Kirknewton Community Development Trust Ltd**Notes to the Financial Statements - continued
for the Year Ended 31 August 2025****16. MOVEMENT IN FUNDS - continued**

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/9/23 £	Net movement in funds £	Transfers between funds £	At 31/8/25 £
Unrestricted funds				
General fund	433,776	(234,277)	60,693	260,192
Designated - KCA	2,744	(973)	-	1,771
Designated - Housing Project	<u>60,000</u>	<u>-</u>	<u>(60,000)</u>	<u>-</u>
	496,520	(235,250)	693	261,963
Restricted funds				
Cycle Scotland	12,373	(4,000)	-	8,373
Big Lottery	-	3,766	-	3,766
Gala Fund	8,855	(490)	-	8,365
Harperrig Broadband	14,679	(1,499)	-	13,180
Health & Wellbeing	7,853	(8,917)	1,996	932
Heritage Lottery	6,304	(4,308)	(1,996)	-
Voluntary Sector Gateway	9,927	(9,234)	(693)	-
DTAS	3,990	24,872	-	28,862
Scottish Government - Housing grant	451,285	449,501	-	900,786
Other	<u>12,124</u>	<u>1,276</u>	<u>-</u>	<u>13,400</u>
	<u>527,390</u>	<u>450,967</u>	<u>(693)</u>	<u>977,664</u>
TOTAL FUNDS	<u><u>1,023,910</u></u>	<u><u>215,717</u></u>	<u><u>-</u></u>	<u><u>1,239,627</u></u>

Kirknewton Community Development Trust Ltd**Notes to the Financial Statements - continued
for the Year Ended 31 August 2025****16. MOVEMENT IN FUNDS - continued**

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	43,043	(279,376)	2,056	(234,727)
Designated - KCA	<u>3,502</u>	<u>(4,475)</u>	<u>-</u>	<u>(973)</u>
	46,545	(283,851)	2,056	(235,250)
Restricted funds				
Cycle Scotland	-	(4,000)	-	(4,000)
Big Lottery	40,000	(36,234)	-	3,766
Gala Fund	18,572	(19,062)	-	(490)
Harperrig Broadband	-	(1,499)	-	(1,499)
Health & Wellbeing	4,600	(13,517)	-	(8,917)
Heritage Lottery	(4,308)	-	-	(4,308)
Voluntary Sector Gateway	-	(9,234)	-	(9,234)
DTAS	69,500	(44,628)	-	24,872
Scottish Government - Housing grant	994,701	(545,200)	-	449,501
Other	<u>11,946</u>	<u>(10,670)</u>	<u>-</u>	<u>1,276</u>
	<u>1,135,011</u>	<u>(684,044)</u>	<u>-</u>	<u>450,967</u>
TOTAL FUNDS	<u><u>1,181,556</u></u>	<u><u>(967,895)</u></u>	<u><u>2,056</u></u>	<u><u>215,717</u></u>

17. OTHER FINANCIAL COMMITMENTS

In June 2023, the Trust completed arrangements to enter into a contract with Colorado Construction Ltd for the building of seven affordable housing units. As at the year end the remaining commitments under this contract not included under creditors in the balance sheet was £35,000 (2024 - £73,551).

18. TRANSACTIONS WITH DIRECTORS

None of the directors received any remuneration during the year from the charity (2024 - £nil) and no expenses were reimbursed to the directors (2024 - £nil).

During the year shares totalling £20,342 were donated to the charity by a Trustee (2024-£nil), these are reflected in Fixed Asset Investments and Donations within these financial statements.

Kirknewton Community Development Trust Ltd

**Notes to the Financial Statements - continued
for the Year Ended 31 August 2025**

19. PURPOSES OF RESTRICTED FUNDS

Cycle Scotland was funding received from that organisation that is to meet costs and to run activities and events connected with the promotion of cycling.

During the current year The Big Lottery funding was used to fund a number of events and activities.

Gala Fund - in a previous year an unincorporated association, the Kirknewton Gala Committee voted for dissolution and that its activities be continued under the KCDT umbrella. A new Committee of the Board was established to take over these activities.

The Village improvement monies were received from West Lothian Council. The Town Centre Fund was awarded to KCDT from Scottish Government and local authority following a small consultation using the Place Principle and local stakeholders

Other restricted funds relates to a number of smaller funds provided for a variety of purposes.

Harperrig Broadband was funding received from West Lothian Council in relation to a broadband project at Harperrig, West Lothian.

Health and Wellbeing - Relates to funding from a variety of funders including DTAS Scotland, Foundation Scotland, the Government Wellbeing Fund and the West Lothian Council Third Sector as a contribution to staff salaries, food and fuel for community, senior activities and volunteer expenses, PVG's and newsletters.

Heritage Lottery Fund - was funding for a history project and was used to produce the Kirknewton History comic in a previous year.

Voluntary Sector Gateway - funding for two part time members of staff.

DTAS - funding for the Finance Officer and Funding Officer roles.

Paths For All - funding for a member of staff.

Scottish Government - housing grant. This was a capital grant for the housing project, being the provision of Seven Affordable Houses suitable for assisted living at Hillhouse Park

20. PURPOSE OF DESIGNATED

KCA fund - In a previous year the Kirknewton Community Association (KCA) voted for dissolution of the association, the funds of the KCA being donated to KCDT and the Board designated them to be used towards the previous activities of the KCA being the management, maintenance and operation of the communities' halls and facilities. A new Committee of the Board has been established to take over these activities.

In the previous year a separate designated fund was set up for the housing development. The directors had set aside £60,000 for use on the housing development.

Kirknewton Community Development Trust Ltd**Detailed Statement of Financial Activities
for the Year Ended 31 August 2025**

	Unrestricted funds £	Restricted funds £	31/8/25 Total funds £	31/8/24 Total funds £
INCOME AND ENDOWMENTS				
Donations and legacies				
Donations	20,342	750	21,092	1,025
Grants	<u>500</u>	<u>293,029</u>	<u>293,529</u>	<u>819,828</u>
	20,842	293,779	314,621	820,853
Other trading activities				
Fundraising events	-	10,861	10,861	9,418
Investment income				
Deposit account interest	1,872	-	1,872	7,249
Charitable activities				
Green room hire	250	-	250	230
Hire village hall/pitch	1,913	-	1,913	3,085
Camps Junction rental incomen rental	<u>9,525</u>	<u>-</u>	<u>9,525</u>	<u>-</u>
	11,688	-	11,688	3,315
Other income				
Other Income	<u>778</u>	<u>-</u>	<u>778</u>	<u>901</u>
Total incoming resources	35,180	304,640	339,820	841,736
EXPENDITURE				
Raising donations and legacies				
Fundraising Costs	-	75	75	134
Charitable activities				
Events including gala	-	13,578	13,578	10,371
Other charitable expenditure	120	1,145	1,265	3,928
Running costs - Pavilion & Village	1,103	-	1,103	2,177
Improvements to community facilitieslities	-	4,303	4,303	4,157
Food & fuel support	8	2,216	2,224	8,327
Depreciation of tangible fixed assets	4,521	-	4,521	8,475
Bank loan interest	<u>39,180</u>	<u>-</u>	<u>39,180</u>	<u>14,319</u>
	44,932	21,242	66,174	51,754
Other				
Impairment losses for tangible fixed assets	40,616	-	40,616	667,771

This page does not form part of the statutory financial statements

Kirknewton Community Development Trust Ltd**Detailed Statement of Financial Activities
for the Year Ended 31 August 2025**

	Unrestricted funds £	Restricted funds £	31/8/25 Total funds £	31/8/24 Total funds £
Support Costs				
Brought forward	-	39,368	39,368	39,590
Pensions	-	475	475	581
Insurance	1,488	2,470	3,958	1,552
Light and heat	1,090	357	1,447	1,793
Telephone	1,128	-	1,128	982
Postage and stationery	151	-	151	176
Sundries	1,168	683	1,851	804
Staff training	-	634	634	155
Cleaning	733	-	733	851
Property repairs and maintenance	468	-	468	354
Subs & memberships	806	-	806	816
IT Costs	1,142	-	1,142	875
Professional fees	-	9,285	9,285	17,211
Bank charges	501	-	501	-
	<u>8,675</u>	<u>53,272</u>	<u>61,947</u>	<u>65,740</u>
Governance costs				
Auditors' remuneration for non audit work	4,444	-	4,444	2,040
Auditors' remuneration	-	-	-	7,200
	<u>4,444</u>	<u>-</u>	<u>4,444</u>	<u>9,240</u>
Total resources expended	<u>98,667</u>	<u>74,589</u>	<u>173,256</u>	<u>794,639</u>
Net income before gains and losses	(63,487)	230,051	166,564	47,097
Realised recognised gains and losses				
Realised gains/losses on listed investments	<u>2,056</u>	<u>-</u>	<u>2,056</u>	<u>-</u>
Net income	<u>(61,431)</u>	<u>230,051</u>	<u>168,620</u>	<u>47,097</u>