
SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

TRUSTEES REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2008

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

CONTENTS

	Page
Reference and administrative details of the charity, its trustees and advisers	1
Trustees' report	2 - 6
Independent auditors' report	7 - 8
Statement of financial activities	9
Balance sheet	10
Notes to the financial statements	11 - 22

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2008**

Trustees

B Neill, Chair
A Findlay, Treasurer
I King
M J Hindmarsh
G Miller (appointed 25 July 2007)
F Henshall
I Jarvie (resigned 1 March 2008)
C D Philp (appointed 1 October 2007)
A K Aitchison (appointed 1 December 2007)
A J Herd (appointed 13 February 2008)
R M Hutton (appointed 12 February 2008)

Company registered number

SC305830

Charity registered number

SC037646

Registered office

First Floor Riverside House, Lachope Vale, Galashiels, Borders, TD1 1BT

Company secretary

A Findlay

Executive officer

M Walker

Auditors

Deans Accountants and Business Advisors Limited, 1 Melgund Place, Hawick, TD9 9HY

Bankers

Bank of Scotland, Duns, 10 Market Place, Duns, TD11 3ED

Solicitors

Turnbull, Simson & Sturrock, WS, 26 High Street, Jedburgh, TD8 6AE

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2008

The Trustees, who are also directors of the charity for the purposes of the Companies Act, submit their annual report and the audited financial statements of Scottish Borders Community Development Company (the Company) for the year ended 31 March 2008. The Trustees confirm that the Annual report and financial statements of the Company comply with current statutory requirements, the requirements of the Company's governing document and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in March 2005.

The Company also trades under the name The Bridge.

STRUCTURE, GOVERNANCE AND MANAGEMENT

a. CONSTITUTION

The Company, which is a recognised charity in Scotland, is constituted under a Memorandum of Association dated 29/06/06 and is a registered charity number SC037646.

The principal object of the Company is to promote any charitable purpose for the benefit of the inhabitants of the area covered by Scottish Borders Council.

b. METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES

The management of the Company is the responsibility of the Trustees who are elected and co-opted under the terms of the Memorandum and Articles of Association.

c. POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES

The company has a comprehensive induction programme for new directors. The induction process is contained within a formal document which covers, the mission statement, the structure of the organisation, the role of the directors and a code of practice. Reference is also made to the strategic plan and other key documents.

d. ORGANISATIONAL STRUCTURE AND DECISION MAKING

The company's structure consists of Members and Directors. Members have the right to attend the Annual General Meeting and appoint the Directors under the terms of the Memorandum and Articles of Association. Directors control and supervise the day to day activities of the company.

The members shall consist of the subscribers to the Memorandum and Articles of Association and such other persons as are admitted to membership under articles 3 to 7 of the Articles of Association. In particular, each Area Group (as defined in Article 65) shall have the right to nominate two of its members as directors. There are three Area Group sub-committees, corresponding to the areas of operation of the three former area CVS's. There is a finance sub-committee which meets as required.

e. RELATED PARTY RELATIONSHIPS

Travel expenses are re-imbursed to directors. An honorarium was paid to the Treasurer.

f. RISK MANAGEMENT

The Trustees have assessed the major risks to which the Company is exposed, in particular those related to the operations and finances of the Company, and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks.

OBJECTIVES AND ACTIVITIES

a. POLICIES AND OBJECTIVES

The Bridge encourages and supports the development of a high-quality, dynamic and effective voluntary and community sector, which focuses on improving the quality of life for everyone in the Borders.

The Bridge acts as the Council of Voluntary Service (CVS) across the area of the Scottish Borders formerly covered by the Central Borders Association of Voluntary Service, Roxburgh Association of Voluntary Service

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2008

and Tweeddale Association of Voluntary Organisations. From 1st April 2007, it took over the assets and operations of these organisations and also of the Borders Forum of Councils for Voluntary Service in an agreed unification. The aim of the unification was to allow staff and local committee members to spend more time concentrating on the provision of key services to member organisations and community groups and to benefit from economies of scale of operating on a larger scale.

The Berwickshire Association of Voluntary Service decided not to join in the unification. Both it and The Bridge have agreed that at this time it is in the interests of both organisations to work in partnership rather than merge. A Joint Working Agreement between both organisations has been put in place to provide a foundation for joint working and co-operation.

There are 6 key aims which apply to all CVSs in Scotland:

- Understanding the voluntary sector - The Bridge holds up to date information on the voluntary sector in the Scottish Borders.
- Communicating with the voluntary sector - The Bridge publishes newsletters, bulletins and websites.
- Representing the interests of the voluntary sector - The Bridge ensures that the voice of the voluntary sector is heard on a wide range of strategic partnerships.
- Providing support service – The Bridge provides support on constitutions, funding bids etc. It also provides administrative services, equipment loan and serviced desk space.
- Promoting good practice - The Bridge enables people in local organisations to develop their skills and knowledge and delivers training on request.
- Growing the sector – The Bridge supports the development of new organisations in response to local issues and need.

b. ACTIVITIES FOR ACHIEVING OBJECTIVES

The constituent parts of The Bridge had an excellent track record with their communities. The first priority therefore has been to ensure The Bridge maintains the high quality services it provides to our communities and our regional partners. It has delivered and developed its core services, and continued to build on the success of its projects – the Charity shops in Innerleithen and Jedburgh, and our Community Transport services in Tweeddale and Roxburgh.

Working in Partnership, The Bridge recognises the importance of working with partners in the Borders statutory sector and with others, to ensure it:

- Develops and delivers the right services
- Fosters interest and involvement in the voluntary sector
- Identifies opportunities to help deliver community services.

The Bridge has maintained the relationships which were built by the former CVSs with key partners. In addition it has proactively build relationships with new external partners in the public, private and voluntary sectors. It has also actively build relationships with external funding bodies to foster trust and facilitate future funding bids.

The Bridge has continued to work alongside the 50 CVSs who form a national network coordinated by the Scottish Council for Voluntary Organisations, which is an excellent source of information, best practice, ideas and opportunities for joint working.

The Bridge has continued to facilitate the Voluntary Sector Liaison Group (VSLG) which was set up by Borders Forum of CVS in June 2005. This group brings together a cross sectional range of voluntary sector forums and networks to provide a mechanism for discussion and a common voice for voluntary sector organisations throughout the Scottish Borders. The group provides a one door access to the voluntary sector for statutory agencies and it acts as a reference group for the representational role of the Bridge.

c. VOLUNTEERS

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2008

The directors are extremely grateful for the support of the volunteers and management who contribute to the various activities for no reward.

ACHIEVEMENTS AND PERFORMANCE

a. REVIEW OF ACTIVITIES

The Bridge achievements 2007/2008

- Has assisted over 350 voluntary and community organisations to develop their activities, this includes helping new and existing organisations develop knowledge and skills through one-to-one sessions, workshops/training seminars on good governance.
- Continues to provide high quality support services for organisations and individuals on business plans, funding bids and income generation.
- Provides information on funding grants and opportunities, training and new initiatives at a local and national level through quarterly editions of The Bridge consolidated newsletters
- Represents the interests of the voluntary sector through facilitating the Voluntary Sector Liaison Group and promoting partnership working with the statutory agencies at community planning meetings.
- Provides development support and secretariat for the 3 Federations of Village Halls in Peeblesshire, Central Borders and Roxburgh.
- Continues to provide an accessible community transport service through our projects in Tweeddale and Roxburgh including working to promote and support partnership working with other providers through the Borders Community Transport Network.
- Our 2 Charity Shops in Innerleithen and Jedburgh continue to provide volunteering opportunities and support reuse/recycling as well as raising funds to support The Bridge and its projects for the benefit of the community.
- Continues to promote and support partnership working with Berwickshire Association for Voluntary Service (BAVS) through our Joint Working Agreement.
- Provides practical administrative support services, equipment loan and serviced office accommodation from all Area Offices.

The Bridge continually seeks to secure new projects and is currently in discussion with Digital UK and Digital Outreach to co-ordinate the delivery of a Community Outreach Programme working in partnership with local voluntary and community organisations for the digital switchover in the Scottish Borders which takes place in November 2008.

b. FUNDRAISING ACTIVITIES/INCOME GENERATION

- The Roxburgh and Tweeddale charity shops generate income to support projects in their respective local areas, principally the transport projects.
- Income is also generated through the provision of office services and accommodation to local voluntary organisations.
- Grant funding for specific purposes is sought from public agencies and grant making trusts.

c. INVESTMENT POLICY AND PERFORMANCE

All funds are held as short term cash in interest bearing accounts. Regular reviews are undertaken to review returns.

FINANCIAL REVIEW

a. PRINCIPAL FUNDING

For its activities in 2007-08, The Bridge generated or received total funding of £440,550.

This principally comprised £148,550 from the Scottish Government through the national Councils of Voluntary Service programme and the Working & Learning Together (WALT) and Rural Community Transport Initiative

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2008

(RCTI) programmes, £79,238 from Scottish Borders Council, principally in connection with the Children's Change and Voluntary Sector Liaison projects, £69,025 from shop trading and £7,387 from the provision of office services and accommodation.

The accounts show a net movement of funds for the year, per page 9, of £90,340 which, when added to total funds brought forward at 31st March 2007, gives total funds of £95,553 as at 31st March 2008, comprising £58,979 on the General Fund and £36,574 on the Restricted Fund, details of which are included at note 16 of these accounts.

PLANS FOR THE FUTURE

a. FUTURE DEVELOPMENTS

The Bridge's three-year Business Plan comprises a two pronged approach, in which it will continue to deliver the core CVS services while developing new initiatives and projects for implementation in years 2 and 3. The Bridge recognises the importance of maintaining and developing key relationships with the community, peers, partners and funders as the platform for everything we do.

MEMBERS' LIABILITY

The Trustees of the Company guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Annual report and the financial statements in accordance with applicable law and regulations.

Company and charity law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the Company and of the surplus or deficit of the Company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- 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 company will continue in operation.

The Trustees are responsible for keeping proper accounting records that 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 1985. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in Scotland governing the preparation and dissemination of financial statements and other information included in Annual reports may differ from legislation in other jurisdictions.

PROVISION OF INFORMATION TO AUDITORS

So far as each of the Trustees is aware at the time the report is approved:

- there is no relevant audit information of which the Company's auditors are 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 auditors are aware of that information.

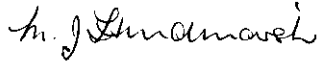
AUDITORS

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2008

A resolution proposing that Deans Accountants and Business Advisors Limited be re-appointed as auditors of the Company will be put to the Annual General Meeting.

This report was approved by the Trustees on 11 November 2008 and signed on its behalf, by:



M Hindmarsh

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES AND MEMBERS OF SCOTTISH BORDERS
COMMUNITY DEVELOPMENT COMPANY**

We have audited the financial statements of Scottish Borders Community Development Company for the year ended 31 March 2008 which comprise the Statement of financial activities and the Balance sheet, with the related notes. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2007).

This report is made solely to the charitable company's members, as a body, in accordance with Section 235 of the Companies Act 1985 and to the charitable company's Trustees, as a body in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company, the charitable company's members as a body and the charitable company's Trustees, as a body, for our audit work, for this report, or for the opinion we have formed.

This report is made in respect of an audit carried out under the Companies Act 1985 and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS

The responsibilities of the Trustees (who also act as company directors of Scottish Borders Community Development Company for the purposes of company law) 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) are set out in the Statement of Trustees' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view, have been properly prepared in accordance with the Companies Act 1985 and comply with the requirements of Regulation 8 of the Charities Accounts (Scotland) Regulations 2006. We also report to you whether the information given in the Trustees' annual report is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Trustees' remuneration and transactions with the company is not disclosed.

We read the Trustees' annual report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the Trustees in the preparation of the financial statements and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES AND MEMBERS OF SCOTTISH BORDERS
COMMUNITY DEVELOPMENT COMPANY**

forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the charitable company's affairs as at 31 March 2008 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and comply with the requirements of Regulation 8 of the Charities Accounts (Scotland) Regulations 2006; and
- the information given in the Trustees' annual report is consistent with the financial statements.

It should be noted that the 2007 accounts were not audited.



DEANS ACCOUNTANTS AND BUSINESS ADVISORS LIMITED

Chartered Accountants and Registered Auditor

1 Melgund Place
Hawick
TD9 9HY

11 November 2008

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
(incorporating income and expenditure account)
FOR THE YEAR ENDED 31 MARCH 2008

	Note	Restricted Funds 2008 £	Unrestricted Funds 2008 £	Total Funds 2008 £	Total Funds 2007 £
INCOMING RESOURCES					
Incoming resources from generated funds:					
Voluntary income	2	64,108	22,936	87,044	-
Activities for generating funds	3	-	69,025	69,025	-
Investment income	4	-	1,838	1,838	24
Incoming resources from charitable activities:					
Scottish Government	5	148,550	-	148,550	-
Scottish Borders Council		79,238	-	79,238	-
Other incoming resources from charitable activities		18,756	36,099	54,855	7,686
TOTAL INCOMING RESOURCES		310,652	129,898	440,550	7,710
RESOURCES EXPENDED					
Charitable activities	6	267,741	69,853	337,594	-
Governance costs	7	12,616	-	12,616	2,497
TOTAL RESOURCES EXPENDED		280,357	69,853	350,210	2,497
NET INCOME BEFORE TRANSFERS		30,295	60,045	90,340	5,213
Transfers between Funds	16	1,090	(1,090)	-	-
NET INCOME FOR THE YEAR		31,385	58,955	90,340	5,213
NET MOVEMENT IN FUNDS FOR THE YEAR		31,385	58,955	90,340	5,213
<i>Total funds at 1 April 2007</i>		<i>5,189</i>	<i>24</i>	<i>5,213</i>	<i>-</i>
TOTAL FUNDS AT 31 MARCH 2008		36,574	58,979	95,553	5,213

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 11 to 22 form part of these financial statements.

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

BALANCE SHEET
AS AT 31 MARCH 2008

	Note	£	2008 £	£	2007 £
FIXED ASSETS					
Tangible fixed assets	13		12,344		-
CURRENT ASSETS					
Debtors	14	25,173		-	
Cash at bank and in hand		65,597		6,374	
		<u>90,770</u>		<u>6,374</u>	
CREDITORS: amounts falling due within one year	15	(7,561)		(1,161)	
NET CURRENT ASSETS			<u>83,209</u>		<u>5,213</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>95,553</u>		<u>5,213</u>
CHARITY FUNDS					
Restricted funds	16		36,574		5,189
Unrestricted funds	16		58,979		24
			<u>95,553</u>		<u>5,213</u>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

The financial statements were approved by the Trustees on 11 November 2008 and signed on their behalf, by:

A. Findlay

A Findlay

M. J. Hindmarsh

M Hindmarsh

The notes on pages 11 to 22 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2008

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007). The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" published in March 2005, applicable accounting standards and the Companies Act 1985.

1.2 COMPANY STATUS

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. 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.

1.3 FUND ACCOUNTING

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

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the company 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.

Investment income, gains and losses are allocated to the appropriate fund.

1.4 INCOMING RESOURCES

All incoming resources are included in the Statement of Financial Activities when the company is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the company where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2008

1. ACCOUNTING POLICIES (continued)

1.5 RESOURCES EXPENDED

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

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the company and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

1.6 CASH FLOW

The financial statements do not include a Cash flow statement because the charitable company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective January 2007).

1.7 TURNOVER

Turnover comprises revenue recognised by the company in respect of goods and services supplied, exclusive of Value Added Tax and trade discounts.

1.8 TANGIBLE FIXED ASSETS AND DEPRECIATION

All assets costing more than £500 are capitalised.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Motor vehicles	-	20%	straight line
Office equipment	-	20%	straight line

1.9 OPERATING LEASES

Rentals under operating leases are charged on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the date the rent is expected to be adjusted to the prevailing market rate.

1.10 STOCKS

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2008

1. ACCOUNTING POLICIES (continued)

1.11 PENSIONS

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

2. VOLUNTARY INCOME

	Restricted Funds 2008 £	Unrestricted Funds 2008 £	Total Funds 2008 £	Total Funds 2007 £
Donations	64,108	22,936	87,044	-

3. TRADING ACTIVITIES

	Restricted Funds 2008 £	Unrestricted Funds 2008 £	Total Funds 2008 £	Total Funds 2007 £
CHARITY TRADING INCOME				
Shop - Roxburgh	-	21,632	21,632	-
Shop - Tweeddale	-	47,393	47,393	-
	-	69,025	69,025	-
Net income from trading activities	-	69,025	69,025	-

4. INVESTMENT INCOME

	Restricted Funds 2008 £	Unrestricted Funds 2008 £	Total Funds 2008 £	Total Funds 2007 £
Bank interest received	-	1,838	1,838	24

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2008

5. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Restricted Funds 2008 £	Unrestricted Funds 2008 £	Total Funds 2008 £	Total Funds 2007 £
Core costs and office costs	243,768	21,215	264,983	7,686
Teviot Wheels	2,776	2,007	4,783	-
Tweed Wheels	-	12,877	12,877	-
	<u>246,544</u>	<u>36,099</u>	<u>282,643</u>	<u>7,686</u>

6. EXPENDITURE BY CHARITABLE ACTIVITY

SUMMARY BY FUND TYPE

	Restricted Funds 2008 £	Unrestricted Funds 2008 £	Total Funds 2008 £	Total Funds 2007 £
Big Event	1,356	-	1,356	-
Burnfoot Project	2,912	-	2,912	-
Children's Change	22,207	-	22,207	-
Core costs and office costs	171,155	4,559	175,714	-
New Ways Project	29,690	-	29,690	-
Shop - Roxburgh	-	15,939	15,939	-
Shop - Tweeddale	-	22,706	22,706	-
Teviot Wheels	16,919	-	16,919	-
Tweed Wheels	2,762	26,649	29,411	-
Waste Minimisation Project	6,764	-	6,764	-
WALT Project	13,976	-	13,976	-
	<u>267,741</u>	<u>69,853</u>	<u>337,594</u>	<u>-</u>

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2008**

6. EXPENDITURE BY CHARITABLE ACTIVITY (continued)

SUMMARY BY EXPENDITURE TYPE

	Staff costs 2008 £	Depreciation 2008 £	Other costs 2008 £	Total 2008 £	Total 2007 £
Big Event	-	-	1,356	1,356	-
Burnfoot Project	2,273	-	639	2,912	-
Children's Change	19,025	-	3,182	22,207	-
Core costs and office costs	118,332	1,902	55,480	175,714	-
New Ways Project	25,008	-	4,682	29,690	-
Shop - Roxburgh	8,548	-	7,391	15,939	-
Shop - Tweeddale	15,696	-	7,010	22,706	-
Teviot Wheels	11,790	-	5,129	16,919	-
Tweed Wheels	11,154	5,180	13,077	29,411	-
Waste Minimisation Project	5,624	-	1,140	6,764	-
WALT Project	12,054	-	1,922	13,976	-
	<u>229,504</u>	<u>7,082</u>	<u>101,008</u>	<u>337,594</u>	<u>-</u>

7. GOVERNANCE COSTS

	Restricted Funds 2008 £	Unrestricted Funds 2008 £	Total Funds 2008 £	Total Funds 2007 £
Independent examination fee	-	-	-	411
Auditors' remuneration	2,500	-	2,500	-
Legal fees	5,862	-	5,862	1,336
Treasurers honorarium	500	-	500	-
Meeting costs	1,081	-	1,081	-
Trustees travel reimbursed	2,673	-	2,673	750
	<u>12,616</u>	<u>-</u>	<u>12,616</u>	<u>2,497</u>

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2008**

8. DIRECT COSTS

	Burnfoot Project £	Children's Change £	Core costs and office £	New Ways Project £	Shop - Roxburgh £	Shop - Tweeddale £
Conference	-	35	708	185	-	-
Payroll costs	-	50	364	-	50	-
Recruitment	-	55	312	-	-	-
Staff mileage	349	1,481	4,078	3,456	9	63
Staff training	-	330	64	-	-	-
Volunteer travel	-	-	178	-	399	1,246
Heat & light	-	-	5,034	-	690	728
Rates	-	-	1,949	-	679	475
Rent	-	-	14,910	-	3,727	2,400
Repairs	-	-	932	-	169	550
Vehicle running costs	-	-	-	-	-	-
Consultancy fees	-	-	2,657	-	-	-
Wages and salaries	2,273	17,236	107,862	22,725	8,548	14,466
National insurance	-	1,789	9,236	2,283	-	-
Pension cost	-	-	1,234	-	-	1,230
Depreciation	-	-	-	-	-	-
	<u>2,622</u>	<u>20,976</u>	<u>149,518</u>	<u>28,649</u>	<u>14,271</u>	<u>21,158</u>
	Teviot Wheels £	Tweed Wheels £	Waste Minimise £	WALT Project £	Total 2008 £	Total 2007 £
Conference	-	-	-	453	1,381	-
Payroll costs	50	50	13	-	577	-
Recruitment	-	-	-	-	367	-
Staff mileage	278	86	148	421	10,369	-
Staff training	-	133	-	-	527	-
Volunteer travel	563	192	-	-	2,578	-
Heat & light	-	-	-	-	6,452	-
Rates	-	-	-	-	3,103	-
Rent	-	650	300	650	22,637	-
Repairs	298	-	-	-	1,949	-
Vehicle running costs	2,997	10,950	-	-	13,947	-
Consultancy fees	-	-	-	-	2,657	-
Wages and salaries	11,292	10,615	5,134	11,280	211,431	-
National insurance	498	65	490	774	15,135	-
Pension cost	-	474	-	-	2,938	-
Depreciation	-	5,180	-	-	5,180	-
	<u>15,976</u>	<u>28,395</u>	<u>6,085</u>	<u>13,578</u>	<u>301,228</u>	<u>-</u>

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2008**

9. SUPPORT COSTS

	Big Event £	Burnfoot Project £	Children's Change £	Core costs and office £	New Ways Project £
Advertising	250	-	660	681	-
Insurance	-	-	250	5,130	250
Postage	-	50	35	1,923	20
Printing	405	-	-	-	-
Telephone	-	140	273	5,356	441
Sundries	701	-	10	1,497	15
Photocopying	-	75	-	5,359	80
Publications	-	-	-	294	-
Office equipment maintenance	-	-	-	1,522	-
Subscriptions	-	-	-	212	-
Bank charges	-	-	-	21	-
Stationery	-	25	3	2,299	235
Depreciation	-	-	-	1,902	-
	1,356	290	1,231	26,196	1,041
		Shop - Roxburgh £	Shop - Tweeddale £	Teviot Wheels £	Tweed Wheels £
Advertising		-	127	-	-
Insurance		250	250	250	250
Postage		-	112	92	219
Printing		-	-	-	-
Telephone		20	214	200	117
Sundries		271	505	50	10
Photocopying		53	6	59	114
Publications		812	-	48	144
Office equipment maintenance		25	31	-	-
Subscriptions		188	94	188	162
Bank charges		-	-	-	-
Stationery		49	209	56	-
Depreciation		-	-	-	-
		1,668	1,548	943	1,016

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2008

9. SUPPORT COSTS (continued)

	Waste Minimise £	WALT Project £	Total 2008 £	Total 2007 £
Advertising	-	-	1,718	-
Insurance	100	-	6,730	-
Postage	146	2	2,599	-
Printing	-	-	405	-
Telephone	140	14	6,915	-
Sundries	27	10	3,096	-
Photocopying	63	122	5,931	-
Publications	75	-	1,373	-
Office equipment maintenance	25	-	1,603	-
Subscriptions	-	-	844	-
Bank charges	-	-	21	-
Stationery	103	250	3,229	-
Depreciation	-	-	1,902	-
	679	398	36,366	-

10. NET INCOME

This is stated after charging:

	31 March 2008 £	Period ended 31 March 2007 £
Depreciation of tangible fixed assets: - owned by the charity	7,082	-
Accountancy fees	-	411
Pension costs	2,938	-

The Treasurer, Andrew Findlay, received an honorarium of £500, otherwise no other director received any remuneration (2007 - £NIL).

During the year, no Trustees received any benefits in kind (2007 - £NIL).

6 Trustees received reimbursement of travel expenses amounting to £2,673 in the current year, (2007 - 4 Trustees - £750).

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2008

11. AUDITORS' REMUNERATION

	31 March 2008	<i>Period ended 31 March 2007</i>
	£	£
Fees payable to the company's auditor for the audit of the company's annual accounts	2,500	-
Fees payable to the company's auditor and its associates in respect of:		
All other services	536	411
	<u>2,500</u>	<u>411</u>

12. STAFF COSTS

Staff costs were as follows:

	31 March 2008	<i>Period ended 31 March 2007</i>
	£	£
Wages and salaries	211,431	-
Social security costs	15,135	-
Other pension costs	2,938	-
	<u>229,504</u>	<u>-</u>

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

	31 March 2008	<i>Period ended 31 March 2007</i>
	No.	No.
Administration	20	0
	<u>20</u>	<u>0</u>

No employee received remuneration amounting to more than £60,000 in either year.

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2008

13. TANGIBLE FIXED ASSETS

	Motor vehicles £	Furniture, fittings and equipment £	Total £
COST			
At 1 April 2007	-	-	-
Additions	15,540	3,886	19,426
At 31 March 2008	<u>15,540</u>	<u>3,886</u>	<u>19,426</u>
DEPRECIATION			
At 1 April 2007	-	-	-
Charge for the year	5,180	1,902	7,082
At 31 March 2008	<u>5,180</u>	<u>1,902</u>	<u>7,082</u>
NET BOOK VALUE			
At 31 March 2008	<u>10,360</u>	<u>1,984</u>	<u>12,344</u>
At 31 March 2007	<u>-</u>	<u>-</u>	<u>-</u>

Various assets were transferred into The Bridge when the geographical locations were amalgamated. These assets had previously been depreciated within their respective sets of accounts. The assets were transferred at the depreciated amounts, with depreciation being calculated on the basis of original cost and accumulated depreciation to date.

14. DEBTORS

	2008 £	2007 £
Trade debtors	19,927	-
Prepayments and accrued income	1,775	-
Grants receivable	3,471	-
	<u>25,173</u>	<u>-</u>

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2008

15. CREDITORS:
AMOUNTS FALLING DUE WITHIN ONE YEAR

	2008	2007
	£	£
Trade creditors	4,351	-
Social security and other taxes	710	-
Accruals and deferred income	2,500	1,161
	<u>7,561</u>	<u>1,161</u>

16. STATEMENT OF FUNDS

	Brought Forward	Incoming resources	Resources Expended	Transfers in/out	Carried Forward
	£	£	£	£	£
UNRESTRICTED FUNDS					
Awards for All	24	-	-	(24)	-
Core & office costs	-	33,740	(9,739)	(1,066)	22,935
Shop - Roxburgh	-	29,491	(15,939)	-	13,552
Shop - Tweeddale	-	51,281	(22,706)	(8,090)	20,485
Teviot Wheels	-	2,007	-	-	2,007
Tweed Wheels	-	13,379	(21,469)	8,090	-
	<u>24</u>	<u>129,898</u>	<u>(69,853)</u>	<u>(1,090)</u>	<u>58,979</u>
RESTRICTED FUNDS					
Assist Project	-	4,000	-	-	4,000
Awards for All	5,189	-	(6,007)	818	-
Big Event	-	1,422	(1,356)	-	66
Burnfoot Project	-	5,412	(2,912)	-	2,500
Children's Change	-	22,387	(22,457)	70	-
Core & office costs	-	176,914	(176,619)	-	295
NHS Health Project	-	7,000	-	-	7,000
New Ways Project	-	29,505	(29,707)	202	-
Teviot Wheels	-	21,242	(16,919)	-	4,323
Tweed Wheels	-	13,122	(2,762)	-	10,360
WALT Project	-	21,413	(13,976)	-	7,437
Waste Minimisation Project	-	8,235	(7,642)	-	593
	<u>5,189</u>	<u>310,652</u>	<u>(280,357)</u>	<u>1,090</u>	<u>36,574</u>
Total of Funds	<u>5,213</u>	<u>440,550</u>	<u>(350,210)</u>	<u>-</u>	<u>95,553</u>

SCOTTISH BORDERS COMMUNITY DEVELOPMENT COMPANY
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2008**

SUMMARY OF FUNDS

	Brought Forward £	Incoming resources £	Resources Expended £	Transfers in/out £	Carried Forward £
General funds	24	129,898	(69,853)	(1,090)	58,979
Restricted funds	5,189	310,652	(280,357)	1,090	36,574
	<u>5,213</u>	<u>440,550</u>	<u>(350,210)</u>	<u>-</u>	<u>95,553</u>

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Restricted Funds 2008 £	Unrestricted Funds 2008 £	Total Funds 2008 £	Total Funds 2007 £
Tangible fixed assets	10,360	1,984	12,344	-
Current assets	33,775	56,995	90,770	6,374
Creditors due within one year	(7,561)	-	(7,561)	(1,161)
	<u>36,574</u>	<u>58,979</u>	<u>95,553</u>	<u>5,213</u>

18. PENSION COMMITMENTS

The company operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. The pension cost charge represents contributions payable by the company to the fund and amounted to £2,938 (2007 - £Nil). Contributions totalling £Nil (2007 - £Nil) were payable to the fund at the balance sheet date and are included in creditors

19. OPERATING LEASE COMMITMENTS

At 31 March 2008 the company had annual commitments under non-cancellable operating leases as follows:

	2008 £	2007 £
EXPIRY DATE:		
Within 1 year	7,750	-
Between 2 and 5 years	15,380	-
	<u>23,130</u>	<u>-</u>

20. CONTROLLING PARTY

The company is under the control of its members as a body.