

Registration Number SC179736
Scottish charity number: SC027163

Seagull Trust Cruises
(Company limited by guarantee)

Directors' Report and Financial Statements

for the year ended 31 October 2019

Seagull Trust Cruises

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Seagull Trust Cruises

Directors' Report for the year ended 31 October 2019

The directors present their report and financial statements for the year ended 31 October 2019.

The report is prepared in accordance with the Statement of Recommended Practice - Accounting and Reporting by Charities (revised 2005).

The principal activity of the company during the year was to provide free canal cruising for people who have special needs.

Reference and administrative information

Directors serving during the year:

Gordon Daly	Resigned 29th May 2019
Paul Flarry	
David Mieras	Chairman
Alexander Milroy	
Donald Paterson	Treasurer
John Gordon	
Ronald Bailey	Resigned 1st December 2019
Roy Davidson	
Carole McLellan	
Allan Rattray	
Kenny Beck	Resigned 1st January 2019
Robert Lynch	
George Raymond Morton	Company Secretary
Donald Steel	
Ian James Young	
Duncan Sutherland	
Andrew Milner	Appointed 29th May 2019
Robert Potter	Appointed 29th November 2019
John Sime	

The directors are the members of the company. No director had a financial interest in the company.

Legal Status	The charity is a company limited by guarantee, governed by its Memorandum and Articles of Association.
Company number	SC179736
Scottish Charity Number	SC027163
Date of incorporation	16 October 1997
Registered Office	The Boathouse Lochgreen Road, Bantaskine Park, Falkirk, Scotland, FK1 5PT
Business Addresses	Southbank Marina, 100 Southbank Road, Kirkintilloch, G66 1LX

Seagull Trust Cruises

The Boathouse Lochgreen Road, Bantaskine Park, Falkirk,
Scotland, FK1 5PT

Canal Side, Baird Road, Ratho, EH28 8RA

Bankers

The Royal Bank of Scotland plc, The Governor and Company of
the Bank of Scotland plc and HSBC plc

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Directors' Report for the year ended 31 October 2019

Structure, governance and management

The company operates through Branches established at Falkirk, Inverness, Kirkintilloch and Ratho.

Directors are normally proposed and elected at the company's Annual General Meeting. Each of the Branches may appoint up to two directors. The minimum number of directors is ten and there is no maximum number

Risk management

The Directors continue to review the major strategic business and operational risks that the company faces on a regular basis and where possible, have established systems to monitor and mitigate these risks.

Induction and Training

The current Directors have been made aware of their duties and responsibilities and of the standards expected by OSCR. Standing Orders are being prepared to reinforce these standards.

Objectives, activities and achievements

Objectives

The principal activity of the company is to provide free canal cruising for people who have special needs.

Activities

All the company's activities are run entirely by volunteers. The company owns 10 canal boats comprising eight day trip boats, a holiday boat for the use of people who have special needs and a boat which is operated by a subsidiary trading company.

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Directors' Report for the year ended 31 October 2019

Financial review and performance

Accounts

The company's total incoming resources for the year amounted to £148,157 (2018: £177,801). Charitable expenditure amounted to £141,455 (2018: £171,439).

The company's funds at 31 October 2019 totalled £1,299,223 of which the general funds were £210,628 in line with the reserves policy as noted below.

Investment policy

The company has no investments other than cash and the rights in respect of the property, boats and other assets required to fulfil its objectives. The directors are considering investment opportunities in managed funds.

Reserves policy

The Directors, being aware of the inconsistent cash flow from voluntary donations, have a policy of maintaining unrestricted liquid reserves to cover at least six months' average expenditure and have established funds to provide for future major repairs and refits at Falkirk & Kirkintilloch.

Future plans

The directors are satisfied that the company remains on a sound financial footing and will be able to continue its activities for the foreseeable future although all operations remain suspended from the impact & risks from covid-19.

Transactions with Directors or Trustees

There were no transactions with the directors or trustees during the year.

Other Related Party Transactions

The company's wholly owned subsidiary, Seagull Enterprises Limited, operates one of the company's canal boats with a view to supporting its ongoing activities. The majority of directors of Seagull Enterprises Limited are all also directors of Seagull Trust Cruises.

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the surplus or deficit of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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 on that basis.

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The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Approved on and signed on behalf of the Board of Directors by:

Mr D Mieras
Chairman

Seagull Trust Cruises

Chairman's Report for the year ended 31 October 2019

Chairman's Report

The Trust has been enabled to continue to offer free cruises on Scotland's Canals to those with special needs. Our four branches - Falkirk, Kirkintilloch, Inverness and Ratho have all, thanks to the 600+ volunteers, fulfilled bookings on a seven day basis from April through to October as well as offering Christmas Cruises. Virtually 100% of our funding is from donations sufficient to maintain our fleet and property. We are, as always, pleased to state that all donations are used for the sole purpose of the Trust - we have no paid employees.

The Executive has met on a regular basis in order to fulfil all legal and safety requirements as required by the Boat's Safety Scheme whilst all Skippers hold the RYA Helmsman's Certificate. Our maintenance is virtually all 'in house' thanks to our dedicated engineers and others regarding premises etc. The Trust has made the following decisions to ensure the future. Two funds have been established - the building of a Dry Dock at Falkirk and replacing Mackay Seagull at Ratho. Further, Marion Seagull, the purpose built barge for use on a self-drive basis, has not received the anticipated bookings - around 30%. The Trust has therefore taken her out of service. She is being converted into a standard day boat based at Kirkintilloch.

The Branch volunteers are carrying out this work.

The statistics for the year: Cruises 2408, passengers 21771 including adults 17872, children 1331 wheelchairs 2568. Yet again we have been disappointed that 243 cruises were cancelled at short notice.

Finally, I am pleased to report that Mr Ronnie Campbell a Skipper at Kirkintilloch has been awarded Honorary Life Membership of the Trust. Mr Campbell will be 90 in July this year.

**Mr David Mieras
Chairman**

Seagull Trust Cruises

Independent Examiner's Report to the Trustees of Seagull Trust Cruises

I report on the accounts of the charity for the year ended 31 October 2019 which are set out on pages 9 to 14.

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. The charity trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

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

Independent examiner's statement

In the course of my examination, no matter has come to my attention which gives 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 comply with Regulation 8 of the 2006 Accounts Regulations

have not been met.

In my opinion there are no other matters to which attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Craig J. Allison FCCA
16-18 Weir Street
Falkirk
FK1 1RA

Date:

Seagull Trust Cruises

Statement of Financial Activities (including Income and Expenditure Account)

for the year ended 31 October 2019

	General	Designated	Restricted	Total	
	Fund	Fund	Fund	Fund	2018
	£	£	£	£	£
Incoming resources					
<i>Incoming resources from generated funds</i>					
Income from investments	80	-	-	80	37
Subscriptions and donations	100,333	-	-	100,333	112,770
Sale of goods	15,880	-	-	15,880	17,629
Fundraising income	20,746	-	-	20,746	39,445
Holiday barge income	1,370	-	-	1,370	2,970
Art Gallery Commision	3,348	-	-	3,348	-
Drydock income	6,400	-	-	6,400	4,950
Total incoming resources	148,157	-	-	148,157	177,801
Resources expended					
<i>Charitable expenditure</i>					
Cost of generating funds	(9,595)	-	-	(9,595)	(36,171)
Operational costs*	(57,016)	(51,719)	-	(108,735)	(112,474)
Support costs	(19,297)	-	-	(19,297)	(20,214)
Governance costs	(3,828)	-	-	(3,828)	(2,580)
Total resources expended	(89,736)	(51,719)	-	(141,455)	(171,439)
Net movement in funds for the year	58,421	(51,719)	-	6,702	6,362
Fund transfers	23,925	23,925	-	-	-
Net income / (deficit) for the year	34,496	(27,794)	-	6,702	6,362
Funds brought forward:					
General fund	176,132	1,116,389	-	1,292,521	1,286,159
Funds carried forward	210,628	1,088,595	-	1,299,223	1,292,521

* - Operational costs include depreciation charged on the charity's assets used in operating activities of £51,719 (2018: £51,321)

The notes on pages 12 to 15 form an integral part of these financial statements.

Seagull Trust Cruises

Statement of Financial Activities (including Income and Expenditure Account)

for the year ended 31 October 2019

	General	Designated	Restricted	Total	
	Fund	Fund	Fund	Fund	2018
	£	£	£	£	£
Represented by :					
Tangible Fixed Assets	-	909,670	-	909,670	961,390
Investment in Subsidiary Undertakings	1			1	-
Stock	-	-	-	-	-
Debtors	15,211	-	-	15,211	17,088
Bank	197,996	178,925	-	376,922	316,621
Creditors	(2,580)	-	-	(2,580)	(2,580)
	210,628	1,088,595	-	1,299,223	1,292,521
	210,628	1,088,595	-	1,299,223	1,292,521

The notes on pages 12 to 15 form an integral part of these financial statements.

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Balance Sheet as at 31 October 2019

		2019		2018	
	Notes	£	£	£	£
Fixed Assets					
Tangible assets	3		909,670		961,389
Investments	4		1		1
			909,671		961,390
Current Assets					
Debtors	6	15,211		17,088	
Cash at bank and in hand		376,919		316,623	
		392,130		333,711	
Creditors: amounts falling due within one year	7	(2,580)		(2,580)	
Net Current Assets			389,550		331,131
Total Assets Less Current Liabilities			1,299,223		1,292,520
Funds:					
General fund			210,628		176,132
Designated fund	8		1,088,595		1,116,388
Restricted fund			-		-
Total Funds			1,299,223		1,292,520

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

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

(b) that no notice has been deposited at the registered office of the company pursuant to Section 476 requesting that an audit be conducted for the year ended 31 October 2019 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 386, and

The notes on pages 12 to 15 form an integral part of these financial statements.

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

These financial statements are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

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

Mr D Mieras

Director

Registration Number SC179736

The notes on pages 12 to 15 form an integral part of these financial statements.

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Notes to the Financial Statements for the year ended 31 October 2019

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Companies Act 2006.

The financial statements have been prepared in accordance with the Statement of Recommended Practice - Accounting and Reporting by Charities (revised 2005). They are also prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008). In order to comply with this revised statement, it was necessary to change the income and expenditure headings.

1.2. Incoming resources

Voluntary income received by way of donations or gifts, subscriptions, investment income and income from the sale of goods are all included in full in the Statement of Financial Activities when received. The value of services provided by volunteers has not been included.

1.3. Expenditure

All resources expended are included on an accruals basis and are recognised when there is a legal or constructive obligation to pay for expenditure. Resources expended include attributable VAT which cannot be recovered.

1.4. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Boathouses	-	2% Straight Line
Barges		4% Straight Line

Assets transferred from the Seagull Trust on formation of Seagull Trust Cruises have been depreciated at the above rate based on their original cost.

1.5. Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.6. Stock

Stock is valued at the lower of cost and net realisable value.

1.7. Group accounts

The company is entitled to the exemption under Section 248 of the Companies Act 1985 from the obligation to prepare group accounts.

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Notes to the Financial Statements for the year ended 31 October 2019

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2. Legal status

The company is limited by guarantee, having no share capital. Every member of the company undertakes to contribute such amount as may be required, up to a maximum of £1 each, to the assets of the company if it is wound up whilst that person is a member, or within one year of the cessation of that person as a member, for payment of the company's debts and liabilities and the costs, charges and expenses of winding up and for the adjustment of the rights of the contributors amongst themselves.

3. Tangible fixed assets

	Boathouses	Barges	Equipment	Total
	£	£	£	£
At 1 November 2018	611,247	845,774	14,402	1,471,423
At 1 November 2018				
At 31 October 2019	<u>611,247</u>	<u>845,774</u>	<u>14,402</u>	<u>1,471,423</u>
Depreciation				
At 1 November 2018	156,737	338,896	14,401	510,034
Charge for the year	<u>15,473</u>	<u>36,246</u>	<u>-</u>	<u>51,719</u>
At 31 October 2019	<u>172,210</u>	<u>375,142</u>	<u>14,401</u>	<u>561,753</u>
Net book values				
At 31 October 2019	<u>439,037</u>	<u>470,632</u>	<u>1</u>	<u>909,670</u>
At 31 October 2018	<u>454,510</u>	<u>506,878</u>	<u>1</u>	<u>961,389</u>

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Notes to the Financial Statements for the year ended 31 October 2019

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4. Fixed Asset Investments

	Subsidiary Undertakings Shares	Total
	£	£
Cost		
At 1 November 2018		
At 31 October 2019	1	1
	<hr style="width: 50%; margin-left: auto; margin-right: 0;"/>	<hr style="width: 50%; margin-left: auto; margin-right: 0;"/>
Net book values		
At 31 October 2019	1	1
	<hr style="width: 50%; margin-left: auto; margin-right: 0;"/>	<hr style="width: 50%; margin-left: auto; margin-right: 0;"/>
At 31 October 2018	1	1
	<hr style="width: 50%; margin-left: auto; margin-right: 0;"/>	<hr style="width: 50%; margin-left: auto; margin-right: 0;"/>

4.1. Holdings of 20% or more

The company holds 20% or more of the share capital of the following companies:

Company	Country of registration or incorporation	Nature of business	Shares held Class	
Subsidiary undertaking				
Seagull Enterprises Ltd	Scotland	Canal cruising	Ordinary	100%

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves	Profit for the year
	£	£
Seagull Enterprises Ltd	1	-

6. Debtors

	2019	2018
	£	£
Amount owed by connected companies	864	864
Prepayments and accrued income	14,347	16,224
	<hr style="width: 50%; margin-left: auto; margin-right: 0;"/>	<hr style="width: 50%; margin-left: auto; margin-right: 0;"/>
	<u>15,211</u>	<u>17,088</u>

Seagull Trust Cruises

Notes to the Financial Statements for the year ended 31 October 2019

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	2019	2018
7. Creditors: amounts falling due within one year	£	£
Accruals and deferred income	2,580	2,580
	<u> </u>	<u> </u>

8. Going concern

Although all operations are currently suspended from the impact & risks to volunteers & passengers from covid-19, the board is satisfied that they have enough liquid reserves to continue to fund the charity for at least three years without income therefore there is no doubt as to the ability to continue as a going concern.

9. Designated funds

	Opening Balance	Income	Expenses	Transfer	Closing Balance
	£	£	£	£	£
Fixed assets	961,390	-	(51,719)	-	909,671
Falkirk Boathouse	95,000	-	-	25,000	120,000
Kirkintilloch Boat Fund	60,000	-	(1,075)	-	58,925
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Balance carried forward	1,116,390	-	(52,794)	25,000	1,088,595
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>