

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 2020

Seagull Trust Cruises

Contents

	Page
Directors' Report - reference & administrative information	1 - 2
Directors' Report - other information	3 - 5
Chairman's Report	6
Independent Examiner's Report	7
Statement of Financial Activities	8 - 9
Balance Sheet	10 - 11
Notes to the Financial Statements	12 - 15

Seagull Trust Cruises

Directors' Report for the year ended 31 October 2020

The directors present their report and financial statements for the year ended 31 October 2020.

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:

Paul Flarry	
David Mieras	Chairman
Alexander Milroy	
Donald Paterson	Treasurer
John Gordon	Resigned 1st February 2020
Roy Davidson	
Carole McLellan	
Allan Rattray	
Robert Lynch	
George Raymond Morton	Company Secretary
Donald Steel	
Ian James Young	
Duncan Sutherland	
Andrew Milner	
Robert Potter	
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 The Boathouse Lochgreen Road, Bantaskine Park, Falkirk, Scotland, FK1 5PT Canal Side, Baird Road, Ratho, EH28 8RA

Seagull Trust Cruises

Bankers

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

Seagull Trust Cruises

Directors' Report for the year ended 31 October 2020

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.

Seagull Trust Cruises

Directors' Report for the year ended 31 October 2020

Financial review and performance

Accounts

The company's total incoming resources for the year amounted to £59,484 (2019: £148,157). Charitable expenditure amounted to £129,745 (2019: £141,455).

The company's funds at 31 October 2020 totalled £1,228,962 of which the general funds were £160,197 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.

Seagull Trust Cruises

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 2020

Chairman's Report

The Trust, owing to the Covid-19 Virus, has been unable to offer its service of free canal cruises to those with special needs throughout Scotland. The fleet has been 'laid up' with security checks but no standard maintenance.

The two major projects - the conversion of Marion Seagull from self-drive status to a day boat at Kirkintilloch and the construction of a dry dock facility at Falkirk - have been on hold.

**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 2020 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 2020

	General	Designated	Restricted	Total	
	Fund	Fund	Fund	Fund	2019
	£	£	£	£	£
Incoming resources					
<i>Incoming resources from generated funds</i>					
Income from investments	214	-	-	214	80
Subscriptions and donations	51,128	-	-	51,128	100,333
Sale of goods	753	-	-	753	15,880
Fundraising income	2,587	-	-	2,587	20,746
Holiday barge income	-	-	-	-	1,370
Art Gallery Commision	3,212	-	-	3,212	3,348
Drydock income	1,590	-	-	1,590	6,400
Total incoming resources	59,484	-	-	59,484	148,157
Resources expended					
<i>Charitable expenditure</i>					
Cost of generating funds	(8,676)	-	-	(8,676)	(9,595)
Operational costs*	(34,146)	(69,830)	-	(103,976)	(108,735)
Support costs	(14,385)	-	-	(14,385)	(19,297)
Governance costs	(2,708)	-	-	(2,708)	(3,828)
Total resources expended	(59,915)	(69,830)	-	(129,745)	(141,455)
Net movement in funds for the year	(431)	(69,830)	-	(70,261)	6,702
Fund transfers	50,000	50,000	-	-	-
Net income / (deficit) for the year	(50,431)	(19,830)	-	(70,261)	6,702
Funds brought forward:					
General fund	210,628	1,088,595	-	1,299,223	1,292,521
Funds carried forward	160,197	1,068,765	-	1,228,962	1,299,223

* - Operational costs include depreciation charged on the charity's assets used in operating activities of £51,719 (2019: £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 2020

	General	Designated	Restricted	Total	
	Fund	Fund	Fund	Fund	2019
	£	£	£	£	£
Represented by :					
Tangible Fixed Assets	-	857,951	-	857,951	909,670
Investment in Subsidiary Undertakings	1			1	-
Stock	-	-	-	-	-
Debtors	15,211	-	-	15,211	15,211
Bank	150,055	210,814	-	360,870	376,920
Creditors	(5,070)	-	-	(5,070)	(2,580)
	<u>160,197</u>	<u>1,068,765</u>	<u>-</u>	<u>1,228,962</u>	<u>1,299,223</u>

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

Seagull Trust Cruises

Balance Sheet as at 31 October 2020

		2020		2019	
Notes	£	£	£	£	£
Fixed Assets					
Tangible assets	3		857,951		909,669
Investments	4		1		1
			857,952		909,670
Current Assets					
Debtors	6	15,211		15,211	
Cash at bank and in hand		360,867		376,922	
		376,078		392,133	
Creditors: amounts falling due within one year	7	(5,070)		(2,580)	
Net Current Assets			371,008		389,553
Total Assets Less Current Liabilities			1,228,962		1,299,222
Funds:					
General fund			160,197		210,628
Designated fund	8		1,068,765		1,088,595
Restricted fund			-		-
Total Funds			1,228,962		1,299,222

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 2020 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.

Seagull Trust Cruises

(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.

Seagull Trust Cruises

Notes to the Financial Statements for the year ended 31 October 2020

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.

Seagull Trust Cruises

Notes to the Financial Statements for the year ended 31 October 2020

..... continued

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 2019	611,247	845,774	14,402	1,471,423
At 1 November 2019				
At 31 October 2020	<u>611,247</u>	<u>845,774</u>	<u>14,402</u>	<u>1,471,423</u>
Depreciation				
At 1 November 2019	172,210	375,142	14,401	561,753
Charge for the year	<u>15,473</u>	<u>36,246</u>	<u>-</u>	<u>51,719</u>
At 31 October 2020	<u>187,683</u>	<u>411,388</u>	<u>14,401</u>	<u>613,472</u>
Net book values				
At 31 October 2020	<u>423,564</u>	<u>434,386</u>	<u>1</u>	<u>857,951</u>
At 31 October 2019	<u>439,037</u>	<u>470,632</u>	<u>1</u>	<u>909,670</u>

Seagull Trust Cruises

Notes to the Financial Statements for the year ended 31 October 2020

..... continued

4. Fixed Asset Investments

	Subsidiary Undertakings Shares	Total
	£	£
Cost		
At 1 November 2019		
At 31 October 2020	1	1
	<hr style="width: 50%; margin: 0 auto;"/>	<hr style="width: 50%; margin: 0 auto;"/>
Net book values		
At 31 October 2020	1	1
	<hr style="width: 50%; margin: 0 auto;"/>	<hr style="width: 50%; margin: 0 auto;"/>
At 31 October 2019	1	1
	<hr style="width: 50%; margin: 0 auto;"/>	<hr style="width: 50%; margin: 0 auto;"/>

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

	2020	2019
	£	£
Amount owed by connected companies	864	864
Prepayments and accrued income	14,347	14,347
	<hr style="width: 50%; margin: 0 auto;"/>	<hr style="width: 50%; margin: 0 auto;"/>
	15,211	15,211
	<hr style="width: 50%; margin: 0 auto;"/>	<hr style="width: 50%; margin: 0 auto;"/>

Seagull Trust Cruises

Notes to the Financial Statements for the year ended 31 October 2020

..... continued

	2020	2019
	£	£
7. Creditors: amounts falling due within one year		
Accruals and deferred income	<u>5,070</u>	<u>2,580</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	909,671	-	(51,719)	-	857,952
Falkirk Boathouse	120,000	-	-	-	120,000
Kirkintilloch Boat Fund	58,925	-	(18,111)	-	40,814
Ratho New Boat	-	-	-	50,000	50,000
Balance carried forward	<u>1,088,596</u>	<u>-</u>	<u>(69,830)</u>	<u>50,000</u>	<u>1,068,765</u>