

WILLOWACRE TRUST

A COMPANY LIMITED BY GUARANTEE

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

For the year ending 31 March 2017

Company registration number: SC073356
Scottish charity registration number: SC015567

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Legal and administrative information

Charity name: Willowacre Trust

Charity registration number: SC015567

Company registration number: SC073356

Registered office: Camlachie House, 40 Barrowfield Drive, Glasgow, G40 3QH

Trustees

L. Donnelly

F. Greenlaw

E. Lennie (Chairperson from 10/05/16 to 15/11/16)

P. McGuiness (Chairperson until 7/4/16, Deceased 07/04/16)

J. Pitcairn

J. Millar (Chairperson from 15/11/16)

K Watson

A Devine (Appointed 14/02/17)

D Grant (Appointed 14/02/17)

S Gibb (Resigned 10/05/16)

C MacCallum (Resigned 10/05/16)

Secretary

Jennifer Cairns

Auditors

KPMG LLP

Quayside House

110 Quayside

Newcastle upon Tyne

NE1 3DX

Bankers

Barclays Bank plc

1st Floor

Aurora House

120 Bothwell Street

Glasgow

G2 7JT

Solicitors

TC Young LLP

7 West George Street

Glasgow

G2 1BA

Directors' Report for the year ending 31 March 2017

The trustees are pleased to present their annual directors' report together with the audited financial statements of the charity for the year ending 31 March 2017 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes. The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006, the Memorandum and Articles of Association, and 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).

1. Structure, governance and management

The Willowacre Trust is a private company limited by guarantee and is a charity recognised by Her Majesty's Revenue and Customs. Each member has agreed to contribute £1 in the event of the company being wound up. The Trust is exempt from taxation under Section 505 of the Income and Corporation Taxes Act 1988. All Directors are also Trustees.

Trustees who served during the year, and subsequently, are:

L. Donnelly	
F. Greenlaw	
E. Lennie	(Chairperson from 10/05/16 to 15/11/16)
P. McGuiness	(Chairperson until 7/4/16, Deceased 07/04/16)
J. Pitcairn	
J. Millar	(Chairperson from 15/11/16)
K Watson	
A Devine	(Appointed 14/02/17)
D Grant	(Appointed 14/02/17)
S Gibb	(Resigned 10/05/16)
C MacCallum	(Resigned 10/05/16)

The members retiring by rotation are:-

F. Greenlaw
K. Watson

Method of Appointment

Members are appointed to the Board of Trustees within the terms of the Trust's Memorandum & Articles of Association (Article 52 refers), whereby one third of the members retire by rotation at the Annual General Meeting. West of Scotland Housing Association has the authority to nominate four members to the Board of Trustees.

Governance

The Board has a robust governance manual in place following a review of governance in 2015. The manual includes a scheme of delegation, policies and procedures and a formal risk management procedure. A full review of the risk register was carried out this year by RSM and the revised risk register was approved by the Board in November 2016. Following a review of skills and experience on the board, a revised succession plan was developed and two new Board members joined in the Board in February 2017 following a successful recruitment campaign.

Governance matters are kept under review and existing policies and procedures are regularly reviewed and revised where appropriate.

Directors' Report for the year ending 31 March 2017 (cont'd)

Trustee Training and Induction

As part of the ongoing governance consideration a formal induction and appraisal system is in place with a view to identifying training requirements.

2. Objectives and activities

Willowacre Trust strives to assist families and individuals within Glasgow and the surrounding areas to overcome difficulties and sustain their homes. As an operating subsidiary of West of Scotland Housing Association Ltd (the 'Association'), the charity's overarching aim is to tackle social and economic issues within the communities served by the Association.

Achievements and performance

The accounts show that the charity has net assets of £396,462 (2016: £439,266) of which there are designated funds that are set aside for particular purposes as described within note 11.

Income in the year included £74,769 (2016: £80,603) of grants for restricted purposes. These grants include £66,500 from Glasgow City Council's Integrated Grant Fund (2016: £66,500); and £8,269 from Community Jobs Fund Scotland (2016: £12,103).

The deficit for the year was £42,804 (2016: Surplus £5,727). No donations were made to the Trust (2016: £100).

The Trust operates within the geographical areas served by the Association which includes six local authority areas and thirteen separate geographical areas within the city of Glasgow. The Trust assists in the delivery of various support services and activities ranging from the upgrade of multi-use games areas to the provision of starter packs (essential household items to help disadvantaged tenants sustain tenancies). The Trust also operates a Community Centre and assists with the delivery of community activities in partnership with other agencies, including employment and training initiatives and the advancement of citizenship and community development. The Trust acts as a conduit assisting with the implementation of community development activities which evolve through the Association's 'Building Sustainable Communities' Strategy.

Willowacre Trust Development

Significant work has been undertaken to in the period 2016/17 further enabling Willowacre Trust to act as a conduit for the delivery of community and support services.

Opportunities Fund

The Trust has offered assistance to individuals and families who are the most vulnerable and in need via the Opportunities Fund. The Trust prioritises assistance to households in the following categories:

- Lone parent families with children under the age of 16 years,
- Families or individuals experiencing stress or mental health issues,
- Families or individuals experiencing severe financial hardship,
- Families or individuals who have experienced homelessness,
- Families or individuals in the first six months of fleeing the family home due to domestic Violence, family breakdown, bereavement or serious illness,
- Individuals or families who have been affected by a criminal offence, or other activities which impact on development, health and well-being.

Directors' Report for the year ending 31 March 2017 (cont'd)

Starter Packs Project

The Trust's starter pack provision continued in 2016/17. The Trust has provided **65** vulnerable families and individuals with a starter pack for their new home. This service has assisted new tenants who have been provided a home via a section 5 referral, or supported by women's aid or who had experienced significant mental health or other issues. The Trust's starter packs include additional items in an effort to strengthen the dignity and respect of the families and individuals who receive them. The Trust is conscious that a large percentage of people who receive starter packs are vulnerable or marginalised by their circumstances and that the assistance offered is underpinned by supporting resilience and dignity. This core service is now assisting the Trust to increase its impact on the lives of others.

Community Centre

The Trust operates the Barrowfield Community Centre in Glasgow. The Trust employs community Centre operatives and these Officers are responsible for making up starter packs. The community Centre has a number of anchor tenants who also deliver key services within the local community. The community Centre also hosts community events, services and supports the delivery of youth diversionary activities. In the period 2016/17 the Centre had a footfall of **2,480**.

Older People's Services

The Trust works in partnership with West of Scotland Housing Association to deliver support and activity programmes for older people particularly for those living in sheltered housing. In the period 2016/17 **1,081** older people participated in activities and received support.

During this period two new retirement assistant posts were created to offer additional services within Glasgow sheltered housing. A variety of support and activities are offered, including coffee mornings, day trips, movie afternoons and beauty therapy sessions. These services seek to improve older people's levels of happiness, health, wellbeing as well as address social isolation.

Food Parcels

The Trust has a partnership with the Trussell Trust and provides food parcels to individuals and families who are experiencing difficulties and financial hardship. In the year 2016/17 **40** families were provide with food parcels. Support is offered across multiple communities and this project seeks to address both the stigma associated with accessing food bank and address the issues associated with food poverty.

Handy Person Services

The Trust works in partnership with West of Scotland Housing Association to deliver the handyperson service. In the period 2016/17 **202** referrals have been received for the service.

The Handy Persons Service is offered to WSHA tenants who are aged 60 plus, are disabled or are a vulnerable family. This service is for individuals or families who find it difficult to undertake certain household tasks and minor odd jobs. Willowacre Trust employs the Handy Persons and Handy Person's Assistant. These people have been carefully selected and will be subject to a disclosure check.

Money and Energy Advice Services

The Trust works in partnership with West of Scotland Housing Association to deliver money and energy advice services. In the period 2016/17 **449** referrals were received for services. The service has one Money Advice Officer and one Energy Advice Officer who liaise directly with tenants from the Housing Association. They offer support to address both fuel and income poverty seeking to assist tenants to improve their financial circumstances. It is hoped that additional funding will be secured to enable the Trust to continue to deliver this valuable service.

Directors' Report for the year ending 31 March 2017 (cont'd)

Community Jobs Fund Scotland

The Trust has continued to provide employment opportunities for disadvantaged young people with financial support from Community Jobs Fund Scotland. The Trust will continue to participate in this programme by offering disadvantaged young people aged 16-24 years a positive work experience via entering employment placements and it will continue to seek funding from the Community Jobs Fund to enable this.

Assistant Regeneration Officer Post

The Trustees designated a sum from reserves to fund the post of Assistant Regeneration Officer now Assistant Community Services Officer. This was funded for two years with the intention of supporting a period of significant change within the Trust as it seeks to expand the services and projects being delivered to its key beneficiary groups.

Plans for the Future

Willowacre Trust will continue to meet the needs of West of Scotland Housing Association tenants and their communities. The Trust services and activities will remain focused on delivering the Association's 'Communities' Strategy.

In the year 2017/18, Willowacre Trust will strive to increase the availability of community and support services addressing the needs of the most vulnerable and disadvantaged tenants and communities.

Planned developments will include but are not limited to the following areas:

- Digital Inclusion Support
- Health & Wellbeing Support
- Support Community Jobs Fund Posts;
- Supporting Work with schools
- Expand Support to Older people
- Community Assets / Greenspace

3. Reserves policy

Unrestricted Funds

General funds are unrestricted funds, which are available for use at the discretion of the trustees in delivering the charitable objectives of the company and have not been designated for any other purposes. Revenue reserves held at 31 March 2017 in the Income and Expenditure Account are £233,974 (2016: £227,760).

Designated funds

Designated funds comprise unrestricted funds, which have been set aside by the trustees for charitable purpose. In order to deliver the intended support services and activities the Board of Trustees has approved the creation of a series of 'Designated Funds', the aims and objectives of which are set out within note 11.

Revaluation reserve

Gains or losses on the revaluation of fixed assets will be taken to the revaluation reserve except when losses exceed the initial cost of the asset, in which circumstance losses would be taken to the income and expenditure account.

Restricted funds

Restricted funds comprise of funding received for a specific purposes and stipulated by donors and external funders. The aim and use of each of the restricted funds is set out in note 11 to the financial statements. There were no restricted funds at 31 March 2017 (2016: Nil).

Directors' Report for the year ending 31 March 2017 (cont'd)

4. Other policies

Investment policy

Willowacre Trust maintains a policy of reducing its exposure to investment risk by placing deposits with more than one organisation. Prior to investing funds the trustees consider the relative merits of the investing institution in terms of return and risk. No funds are invested in securities to limit risk exposure.

Risk management

As part of the 2015 governance review a formal risk management strategy was implemented. This sets out the requirement to monitor and mitigate risks to the Trust on an ongoing basis. A risk register has been implemented and the most significant risks are monitored regularly at Board level with lower risks being monitored by officers.

Going concern

Based on the available information, the trustees have a reasonable expectation that the Trust has adequate plans and resources to continue its operations for the foreseeable future. For that reason, the trustees continue to adopt the going concern basis in preparing the accounts.

Disclosure of Information to Auditors

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditor

KPMG LLP is the current charity auditor.

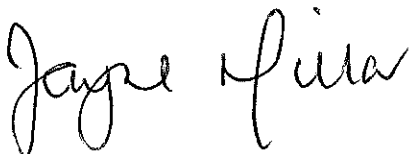
Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office..

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small company exemption.

This report was approved by the Board on 13th June 2017.

On behalf of the Board of Trustees



Jayne Millar (Chairperson)
6th July 2017

Statement of Directors' responsibilities in respect of the Directors' report and the financial statements

The trustees (who are also directors of Willowacre Trust for the purposes of Company law) are responsible for preparing the Directors' 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 they have are required to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the excess of income over expenditure 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue its activities.

The trustees are responsible for keeping adequate and proper accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended). They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the charitable company and to prevent and detect fraud and other irregularities.

Independent Auditor's Report to the Trustees and Members of Willowacre Trust

We have audited the financial statements of Willowacre Trust for the year ended 31 March 2017 set out on pages 12 to 18. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice), including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*.

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charity's trustees, as a body, in accordance with section 44 (1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and 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 and the charity's trustees those matters we are required to state to them in an auditor's 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 charity, its members as a body and its trustees as a body, for our audit work, for this report or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Statement of Directors' Responsibilities set out on page 9, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditor under section 44 (1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2017 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Directors' Report, for the financial year is consistent with the financial statements.

Based solely on the work required to be undertaken in the course of the audit of the financial statements and from reading the Directors' report:

- we have not identified material misstatements in that report; and

- in our opinion, that report has been prepared in accordance with the Companies Act 2006.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) require us to report to you if in our opinion:

- the charitable company has not kept adequate and proper accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a strategic report.



Mick Thompson
for and on behalf of KPMG LLP, Statutory Auditor
Chartered Accountants

KPMG LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006
Quayside House
110 Quayside
Newcastle upon Tyne
NE1 3DX

Date: 7 July 2017

SC073356

**Statement of Financial Activities for the year ending 31 March 2017
(incorporating Income and Expenditure Account)**

		Unrestricted Funds	Restricted Funds	Total Funds 2017	Total Funds 2016
	Notes	£	£	£	£
Incoming resources					
Incoming resources from generated funds					
Voluntary income		-	-	-	100
Investment income	2	133,806	-	133,806	137,104
Incoming resources from charitable activities	3	<u>270,575</u>	<u>74,769</u>	<u>345,344</u>	<u>349,747</u>
Total incoming resources		404,381	74,769	479,150	486,951
Resources expended					
Costs of generating funds		9,500	-	9,500	9,500
Charitable activities		435,413	72,855	508,268	468,164
Governance costs	5	<u>4,186</u>	<u>-</u>	<u>4,186</u>	<u>3,560</u>
Total resources expended		449,099	72,855	521,954	481,224
Net (outgoing) / incoming resources before transfers		<u>(44,718)</u>	<u>1,914</u>	<u>(42,804)</u>	<u>5,727</u>

Reconciliation of Funds

	Unrestricted Funds	Restricted Funds	Total 2017	Total 2015
	£	£	£	£
Total funds brought forward	439,266	-	439,266	433,539
Net (outgoing) / incoming resources	<u>(44,718)</u>	<u>1,914</u>	<u>(42,804)</u>	<u>5,727</u>
Total funds carried forward	<u>394,548</u>	<u>1,914</u>	<u>396,462</u>	<u>439,266</u>

This Statement of Financial Activities complies with the requirements of an Income and Expenditure account under the Companies Act 2006.

There were no other recognised gains or losses.

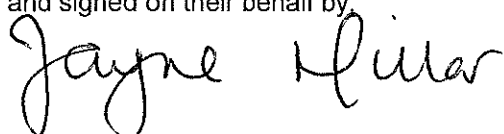
The notes on pages 14 to 18 form part of these financial statements

Willowacre Trust
Annual report and financial statements
For the year ending 31 March 2017

Balance Sheet as at 31 March 2017

	Notes	2017 £	2016 £
Fixed assets			
Investment property	7	225,000	225,000
Other fixed assets	7	<u>2,956</u>	<u>3,270</u>
		227,956	228,270
Current assets			
Cash at bank and in hand		201,993	214,003
Debtors	8	<u>17,742</u>	<u>23,752</u>
		219,735	237,755
Creditors			
Amounts falling due within one year	9	<u>(51,229)</u>	<u>(26,759)</u>
Net current assets		168,506	210,996
Net assets		<u><u>396,462</u></u>	<u><u>439,266</u></u>
Capital and reserves			
Revenue Reserve	11	233,974	227,760
Revaluation reserve	11	76,153	76,153
Designated reserves	11	<u>86,335</u>	<u>135,353</u>
		<u><u>396,462</u></u>	<u><u>439,266</u></u>

The financial statements were approved by the trustees and authorised for issue on 13th June 2017 and signed on their behalf by:



Jayne Millar
(Chairperson)

Date: 6th July 2017

SC073356

Notes to the Financial Statements

1. Accounting policies

Basis of preparation

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) (effective 1 January 2015) - Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Willowacre Trust meets the definition of a public benefit entity under FRS 102.

The accounts have been prepared under the historical cost convention except that investment properties are stated at their fair value. They have been prepared on the going concern assumption and accruals concept and are intended to provide information that is relevant, reliable, comparable and understandable.

The accounts are consolidated within the financial statements of the ultimate parent company, Gentoo Group. The financial statements of Gentoo Group can be obtained from the address provided in note 10.

Incoming resources

Donations, legacies and other forms of voluntary income are recognised as incoming resources when receivable, except insofar as they are incapable of financial measurement.

Deferred income

Rental income paid by tenants in advance is held as deferred income.

Resources expended

All expenditure is accounted for on an accruals basis, and is allocated between charitable expenditure and administration costs on a direct basis.

Governance costs

Governance costs allow the charity to operate and generate information required for public accountability and can include audit costs, legal advice to trustees, costs associated with constitutional and statutory obligations, trustees' meeting costs and preparation of statutory accounts.

The Trust uses staff employed by West of Scotland Housing Association in managing the charity and delivering services and therefore a share of overheads is charged to the charity to cover these costs.

Investment properties

In accordance with FRS 102, section 16, investment property values are assessed annually by the trustees and independently valued by chartered surveyors every five years, to ascertain the increase, decrease or impairment in the value of investment property. The aggregate surplus or deficit is transferred to the revaluation reserve and no depreciation is provided in respect of freehold or leasehold investment properties with over twenty years remaining. The trustees consider that this accounting policy results in the financial statements giving a true and fair view. Depreciation is only one of the many factors reflected in the valuation and the amount which might otherwise have been shown cannot be separately identified or quantified.

Fixtures and fittings

Fixtures and fittings are depreciated at 25% per annum on cost. A full year's depreciation is charged on these assets in the year of purchase, but no charge is made in the year of disposal.

Limited By Guarantee Company

The trust is a guarantee company and the extent of the guarantee made by each member is £1.

Notes to the Financial Statements (cont'd)

1. Accounting policies (cont'd)

Reserves policy

The reserves of Willowacre Trust are unrestricted unless funds have been donated or awarded for a specific purpose, in which case they are classed as restricted, or trustees agree to designate funding for a specific purpose. Restricted funds consist of grants that are awarded by external bodies and the Trust is responsible for ensuring that funds are expended in accordance with the conditions of the grant. Such funds are held as restricted until they are fully utilised. Designated funds are set aside following trustees' approval to be used for specific charitable purposes in accordance with the Trust's objects.

The major repairs reserve is intended to meet the future costs of works required to maintain the G31 centre. Where possible, an annual sum will be transferred from the operating surplus to the major repairs reserve to build this fund.

Gains or losses on the revaluation of fixed assets will be taken to the revaluation reserve except when losses would reduce the carrying value to below the initial cost of the asset, in which circumstance losses would be taken to the income and expenditure account.

Corporation tax

Profits are earned from rental income and interest in the course of carrying out the charity's stated charitable purpose and therefore are not liable to corporation tax.

Cash flow statement

Willowacre Trust is a wholly owned subsidiary company of West of Scotland Housing Association based in the UK. The accounts of Willowacre Trust and West of Scotland Housing Association are consolidated within the accounts of Gentoo Group and therefore the Trust is exempt from preparing an individual company cash flow statement. The cash flows of the Trust are consolidated within Gentoo's financial statements which can be obtained from the registered office: Emperor House, 2 Emperor Way, Sunderland, SR3 3XR.

2. Investment income

	2017	2016
	£	£
Rental income	119,243	122,946
G31 Centre bookings income	14,119	13,637
Bank interest	444	521
	<u>133,806</u>	<u>137,104</u>

3. Incoming resources from charitable activities

	2017	2016
<u>Restricted Funds</u>	£	£
Community Jobs Fund Scotland grants	8,269	12,103
Glasgow City Council Integrated grants	66,500	66,500
Commonwealth Graduate Fund	-	2,000
	<u>74,769</u>	<u>80,603</u>

Notes to the Financial Statements (cont'd)

4. Staff Costs

	2017	2016
	£	£
Wages and salaries	337,618	355,510
Social security costs	27,471	26,505
Pension Costs	7,931	8,796
	<u>373,020</u>	<u>390,811</u>

Staff costs are included in the Statement of Financial Activities as costs of Charitable activities.

The average number of staff employed in the period was 16 (2016: 18).

No employees earned emoluments over £60,000 in the current or prior year. No trustees were paid any remuneration and no travelling expenses were paid to trustees.

5. Governance costs

	2017	2016
	£	£
Operating surplus is stated after charging:		
Auditor's remuneration	<u>4,186</u>	<u>3,560</u>

6. Tax on surplus on ordinary activities

No provision is required in respect of taxation as the company has been approved by HMRC as having charitable status.

7. Tangible fixed assets

	Investment property	Fixtures and fittings	Total
	£	£	£
Cost or valuation at 1 April 2016	225,000	5,578	230,578
Additions	-	1,098	1,098
At 31 March 2017	<u>225,000</u>	<u>6,676</u>	<u>231,676</u>
Depreciation at 1 April 2016	-	(2,308)	(2,308)
Charge for the period	-	(1,412)	(1,412)
At 31 March 2017	<u>-</u>	<u>(3,720)</u>	<u>(3,720)</u>
Net book value at 31 March 2017	<u>225,000</u>	<u>2,956</u>	<u>227,956</u>
Net book value at 31 March 2016	<u>225,000</u>	<u>3,270</u>	<u>228,270</u>

An independent valuation was undertaken in January 2013 by Allied Scotland, RICS-qualified chartered surveyors, and investment property was revalued to market value, resulting in a reduction in the carrying value. Historic cost prior to revaluation is £148,847.

Notes to the Financial Statements (cont'd)

8. Debtors

	2017	2016
	£	£
Prepayments and accrued income	5,752	19,842
Amounts owed from parent undertaking	466	-
Trade debtors	11,524	3,910
	17,742	23,752

9. Creditors

	2017	2016
	£	£
Amounts owed to parent undertaking	-	5,769
Accruals and deferred income	42,849	11,889
Trade creditors	1,418	387
Social security and taxes	6,962	8,714
	51,229	26,759

10. Control relationships

Willowacre Trust is a wholly owned subsidiary of West of Scotland Housing Association, an Industrial and Provident Society and charity registered in Scotland, which is part of the Gentoo group. These financial statements are consolidated within the accounts of Gentoo and copies of the consolidated accounts can be obtained from Emperor House, 2 Emperor Way, Sunderland, SR3 3XR.

11. Funds

	1 April 2016	Incoming Resources	Outgoing Resources	Transfer between funds	31 March 2017
	£	£	£	£	£
Restricted Funds					
Community Jobs Fund Scotland Grants	-	8,269	(6,355)	(1,914)	-
Glasgow City Council Integrated Grants	-	66,500	(66,500)	-	-
Unrestricted Funds	227,760	404,381	(449,099)	50,932	233,974
Revaluation reserve	76,153	-	-	-	76,153
Designated Reserves	135,353	-	-	(49,018)	86,335
Total	439,266	479,150	(521,954)	-	396,462

Restricted Funds

The Community Jobs Fund aims to create employment opportunities for young people in Scotland's third sector. Willowacre Trust uses the grant income from the community Jobs Fund to fund the cost of employing young people. In 2016/17, there were 2 young people employed by the Trust under this scheme.

Notes to the Financial Statements (cont'd)

11. Funds (cont'd)

Restricted Funds (cont'd)

Glasgow city Council's Integrated Grant fund provided an annual sum of £66,500 (2016: £66,500) to fund the cost of running the G31 community centre. This is part of the £200,000 grant award for 2015/16 to 2017/18.

Funding is also received from West of Scotland Housing Association which is used by the Trust to deliver part of the club 60 project which works with older people in the west of Scotland.

Designated Reserves

At the 31 March 2017, the following were held as designated reserves.

	2017	2016
	£	£
Major repairs reserve	25,428	34,927
Opportunities Fund	3,356	3,356
Starter Packs	6,390	6,390
Assistant Regeneration Officer	27,387	53,084
Admin Support Officer	23,774	37,596
	<u>86,335</u>	<u>135,353</u>

Funds that were previously set aside for starter packs and opportunities fund have not been utilised during 2016/17.

The reserves for the Assistant Regeneration and Admin Support Officer were designated in 2015/16 to fund the posts for two years. An amount equal to the expenses incurred in 2016/17 has been released to the unrestricted fund.