

Morvern Community Development Company

Year ended 31 March 2025

Summary – final accounts

We expect to issue a clean audit report on the accounts once the relevant board/AGM approvals are in place.

After the Trustees' Report and the audit report, the accounts start with the "Consolidated Statement of Financial Activities" and the "Company Statement of Financial Activities". These show the income and expenditure for the year for the group and MCDC as a standalone company, respectively.

The income from donations and legacies includes grant income (the figure at group level is much lower than for MCDC because the donation from Morvolts to MCDC happened within the group). Income from charitable activities relates to the rental of the housing stock operated by the group and "other trading activities" represents income from Morvolts and MCTC.

Costs of raising funds are the costs incurred by MCTC and Morvolts and the costs of charitable activities are the costs of maintaining the housing, the marina and development activities within the group.

The next main statement is the balance sheet. The difference between the Consolidated and Company balance sheets is mainly the Morvolts plant and borrowings. Tangible assets in the group are broken down in note 14, which shows that depreciation has been charged against assets, which is an accounting adjustment to spread the cost of assets over their useful life. The car has been sold and the assets under construction (costs associated with Phase 2 of the housing) have increased.

The bulk of the debtors figure is the loan made to MCTC (£38k of the £48k). The other balances are routine trading balances relating to transactions around the year end. The creditors due within one year are expenses which had been incurred before 31 March but were paid after 1 April.

Cash on hand is fairly self-explanatory – the bank balance has increased substantially (mainly due to the Morvolts donations, which will be used to finance Phase 2 of the housing).

The restricted funds at the year-end sat at £518,912. The majority of that is the Miners Court houses, which have ongoing restrictions on the amount of rent which can be charged. Other amounts included as restricted funding include grant funding towards Phase 2, towards salary costs and towards legal costs associated with works at the harbour.

The unrestricted funds held by the charity are £1,607,861. Of that, £500,000 is earmarked to be MDC's contribution to the Phase 2 housing and £17,238 is set aside to ensure the ongoing provision of the fuel pump.

The final primary statement in the accounts is the statement of Cash Flows. This shows the difference between the movement in the bank balance and the movement in the total funds. There's probably not a lot to say about this statement, other than that they show the group and company's cash position have improved quite significantly over the course of the year.

The notes to the accounts provide more detail on specific balances.