

Registration Number SC179736
Scottish charity number: SCO27163

Seagull Trust Cruises
(Company limited by guarantee)

Directors' Report and Financial Statements

for the year ended 31 October 2006

Seagull Trust Cruises

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Seagull Trust Cruises

Directors' Report for the year ended 31 October 2006

The directors present their report and financial statements for the year ended 31 October 2006.

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 the disabled.

Reference and administrative information

Directors serving during the year:

Brigadier Alan Alstead	
Michael Black	Minutes Secretary
Capt. Gordon Daly	Convenor Boats Committee
Richard W Davies	Kirkintilloch Branch
William Fraser	Inverness Branch
Rodger Harvey-Jamieson	Secretary
Harry MM Johnston	Hon Treasurer
Michael Loney	Retired 30/3/06
Kenneth Mackinnon	
David G Mieras	Ratho Branch
Elinor Milne	Falkirk Branch
Alexander K Milroy	Convenor Property Committee
Marshall L Napier	Vice Chairman from 29/3/06
Barrie Pendlebury	Ratho Branch
Ronald ES Rusack	Chairman from 29/3/06
	Vice Chairman to 29/3/06
Dr JG Sime	Chairman to 29/3/06
Mrs Patricia J Sime	Convenor Sales & Marketing Committee
Ronald Spedding	Falkirk Branch
George Taylor	Inverness Branch

No director had a financial interest in the company.

Legal Status	The charity is a company limited by guarantee and is governed by a Memorandum and Articles of Association.
Company number	SC179736
Scottish Charity Number	SCO27163
Date of incorporation	16 October 1997
Registered office	19 Dean Terrace, Edinburgh, EH4 1NL
Business Address	Canal Side, Baird Road, Ratho, Edinburgh EH28 8RA
Bankers	The Royal Bank of Scotland plc

Seagull Trust Cruises

Directors' Report for the year ended 31 October 2006

Structure, governance and management

The company is under common control with the Seagull Trust (Scottish charity number SC013737). Mr Ronnie Rusack is Chairman of both organisations.

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

The minimum number of Directors is 10 and there is no maximum number. The Directors meet 6 times per year in January, April, June, August, October and December.

The Seagull Trust may appoint up to 12 Directors at each Annual General Meeting of the company and each Branch may appoint up to 2 Directors. Additional Directors may be co-opted for their special expertise. There is a policy of non-discrimination in selection procedures. As at 31 October 2006 there were 18 Directors.

Risk management

The Directors continue to review the major strategic business and operational risks that the company faces 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, responsibilities and OSCR requirements and a programme of induction and training is being prepared for new Directors.

Objectives, activities and achievements

Objectives

The principal activity of the company is to expand and develop the provision of free canal cruising for disabled people in Scotland.

Activities

All the company's activities are run entirely by volunteers. A new vessel, the Barr Seagull, was commissioned in the year, bringing the fleet up to 8 boats.

Achievements

In the provision of free canal cruising during the season, approximately 1,500 cruises carried some 14,000 passengers.

Seagull Trust Cruises

Directors' Report for the year ended 31 October 2006

Financial review and performance

Accounts

The company's net incoming resources for the year amounted to £37,885 (2005 £32,874). Charitable expenditure amounted to £36,106 (2005 £21,570) and included £7,101 donated to the Seagull Trust, which was used to defray the cost of insurance for the boats, owned by the Seagull Trust but operated by the company.

The company's unrestricted fund at 31 October 2006 totalled £56,801.

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. This position is unlikely to change in the near future.

Reserves policy

The Directors, while 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 are reviewing the requirement for the establishment of a fund to provide for future major repairs and refits.

Future plans

The Directors are conducting a review of the operations of the company in order to ensure that the activities outlined above may be continued in the forthcoming years.

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 profit or loss 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.

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 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.

Approved on 9 February 2007 and signed on behalf of the Board of Directors by:

R Rusack
Chairman

Seagull Trust Cruises

Chartered Accountants' report on the unaudited financial statements to the directors of Seagull Trust Cruises

In accordance with the engagement letter dated , and in order to assist you to fulfil your duties under the Companies Act 1985, we have prepared the accounts of the company on pages 5 to 8 from the accounting records and information and explanations supplied to us.

This report is made to the company's board of directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken to enable us to prepare the accounts on behalf of the company's board of directors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's board of directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with best practice guidance issued by the Institute of Chartered Accountants of Scotland and have complied with the ethical guidance laid down by the Institute relating to members undertaking the preparation of accounts.

You have acknowledged on the balance sheet for the year ended 31 October 2006 your duty to ensure that the company has kept proper accounting records and to prepare accounts that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the accounts. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the accounts.

Barrie Scott & Co
Chartered Accountants

16-18 Weir Street
FALKIRK
FK1 1RA

Seagull Trust Cruises

Statement of Financial Activities (including Income and Expenditure Account)

for the year ended 31 October 2006

	Note	Unrestricted Fund £	2005 £
Incoming resources			
<i>Incoming resources from generated funds</i>			
Income from investments		821	752
Subscriptions and donations		33,169	27,767
Sale of goods		7,045	6,725
Miscellaneous income		1,657	3,417
Total incoming resources		42,692	38,661
Less: Cost of generating funds			
Cost of goods sold		(4,807)	(4,597)
Fundraising costs		-	(1,190)
		(4,807)	(5,787)
Net incoming resources available for charitable application		37,885	32,874
Resources expended			
<i>Charitable expenditure</i>			
Operational costs	3	(31,282)	(18,319)
Support costs		(4,679)	(3,221)
<i>Governance costs</i>	3	(145)	(30)
Total resources expended		(36,106)	(21,570)
Net movement in funds for the year			
Net income for the year		1,779	11,304
Funds brought forward:			
General fund		55,022	43,718
Funds carried forward		56,801	55,022

The notes on pages 7 to 8 form an integral part of these financial statements.

Seagull Trust Cruises

Balance Sheet as at 31 October 2006

Notes	2006		2005	
	£	£	£	£
Current Assets				
Cash at bank and in hand	56,801		55,022	
Net Current Assets		56,801		55,022
Total Assets Less Current Liabilities		56,801		55,022
Funds - Unrestricted				
General fund		56,801		55,022
Total Funds		56,801		55,022

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 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 October 2006 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(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 226 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 VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

The financial statements were approved by the Board on 9 February 2007 and signed on its behalf by

Mr R Russack
Director

The notes on pages 7 to 8 form an integral part of these financial statements.

Seagull Trust Cruises

Notes to the Financial Statements for the year ended 31 October 2006

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Companies Act 1985.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

The financial statements have been prepared in accordance with the Statement of Recommended Practice - Accounting and Reporting by Charities (revised 2005). 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 Income and Expenditure Account 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.

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.

Seagull Trust Cruises

Notes to the Financial Statements for the year ended 31 October 2006

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3. Charitable expenditure	2006	2005
Operational costs		
Equipment repairs: boats	17,517	15,763
Equipment repairs: boathouses	3,862	462
Donations to Seagull Trust	7,101	-
Honoraria	2,019	1,720
Catering	783	374
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	31,282	18,319
Support costs		
Heat, light and power	1,027	821
Postage and telephone	1,230	1,003
Printing and stationery	296	395
Travel expenses	60	60
Rent and water rates	477	382
Hire of halls	125	50
Cost of administration	142	-
Sundry expenses	1,322	510
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	4,679	3,221
Governance costs		
Bank charges	145	30
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Directors' remuneration

No director was remunerated or received expenses for services as a Trustee.

4. Connected Charity

Seagull Trust Cruises is under common control with Seagull Trust as a result of sharing certain officers and Trustees. Seagull Trust offices are at Canal Side, Baird Road, Ratho, Edinburgh, EH28 8RA. Seagull Trust Cruises is responsible for the day-to-day running and maintenance of the boathouses and boats which are owned by Seagull Trust.