

THE RIDGE SCIO
CONSOLIDATED REPORT AND FINANCIAL STATEMENTS

For the year ended 31 March 2022

Scottish Charity No: SC047116

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THE RIDGE SCIO
Year ended 31 March 2022
Trustees' Annual Report

The Trustees have pleasure in presenting their report and financial statements for the year ended 31 March 2022. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's constitution, the Charities and Trustees Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) 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 FRS102 (effective 1 January 2019).

OBJECTIVE AND ACTIVITIES

The Ridge SCIO's charitable purpose is to benefit the community of Dunbar and East Linton Electoral Ward with the following objects:

- a. Provision of locally-accessible support and training to disadvantaged people, with a view to improving their life chances, in particular (where appropriate) through support into employment
- b. Provision of support and empowerment to those struggling to access adequate life skills. This includes accessing cooking healthy food and benefitting from community gardening.
- c. Restoring derelict or dilapidated land and buildings for uses which benefit the community and to deliver training in traditional construction skills.

The charity advances these areas through the work of our Support Team, our Garden Team, and our trading subsidiary The Ridge Foundations Community Interest Company (CIC) (hereafter referred to as TRF) which is a construction company focused on training in traditional construction skills and undertaking building and restoration contracts in the local community.

Volunteers

Volunteers continue to have a significant impact on The Ridge's various projects especially with the work across both garden sites, Empire Close and Backlands Gardens. The Ridge would not have achieved a fraction of what it has this year without its volunteers. We are truly grateful to each and every one for their invaluable input.

ACHIEVEMENTS AND PERFORMANCE

Although many direct activities with beneficiaries were still inhibited by the Covid-19 restrictions we pivoted our services to work as best we could with any limitations that were current. As an organisation we reverted back to face to face working as soon as we could, and this was made possible by utilising our outdoor spaces.

We have made extensive progress with our capital projects, which will enhance The Ridge's capacity to provide support and opportunities locally, both through ultimate end uses and through the process of development itself.

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ACHIEVEMENTS AND PERFORMANCE (cont)

Although still living with the pandemic, we were able once again to welcome our community back to the Backlands Gardens and together with the burgeoning site at Empire Close we were able to facilitate socially prescribed therapeutic opportunities for our clients. The benefits of working in the community garden environments are far-reaching, breaking down feelings of social isolation, gaining new skills, instilling civic pride and building social cohesion. During the extremes of lockdown, many clients felt strongly the loss of access to such opportunity and it was with great joy and relief that they returned. The gardens continued to play their part in a "Just Transition to Net Zero" by contributing to the local circular economy, supplying beautiful locally grown produce to the community-owned grocers and further increasing their supply of stunning locally grown blooms and cut flowers to florists both in Dunbar and beyond.

We sourced funding and revitalised our Sunny's Kitchen. This project worked to support people facing food insecurity and lack of social connection. The project was open to all, tackling food waste and encouraging healthy eating. Many of our attendees are living with mental health problems including suicidal intention and trauma, often accompanied by substance abuse. The weekly meal provided a safe and welcoming space to meet and enjoy the company of the local community in a non-judgemental environment and for many, especially in the winter months, this would be the only social interaction of the week. It was attended by 30 people weekly and even though the funding has come to an end, the project continues through the support of our local community grocer.

Our in-house counselling service has continued over the year and is a vital part of our overall provision. The combined effect of practical support and therapeutic counselling is very powerful, meaning that many individuals who in the past would struggle to stick with counselling have surpassed their own expectations of engagement.

The Support Team continued to deliver their work at community level. This local effort has helped many of the more vulnerable and marginalised members of our community at times of crisis and beyond. The core focus of our Support team is to look for and identify the root causes behind why community members find themselves experiencing issues such as drugs and alcohol misuse, mental ill health and poverty. The pandemic exacerbated already perilous situations for many households and the team saw an overall uplift of 35% in referrals, mostly self-referrals as many statutory and national agencies were yet to return to the community to work.

The team developed workshops and opportunities in Cooking and Employability, Managing stress and anxiety, Peer Support work and have worked over the year to design the Festival of Recovery which will be delivered in September 2022.

2021-2022 saw major reshaping internally and the Support Team lost its long serving manager to the newly developed Training team. This resulted in an internal promotion and new recruits. Despite such turmoil, the newly formed team hit the ground running and maintained the focus on inspiring transformational change in those they work with.

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ACHIEVEMENTS AND PERFORMANCE (cont)

Black Bull Close, 72/74 High Street, Dunbar

Plans for the Black Bull Close buildings have been under development since 2016, with all necessary permissions in place. The Community Asset Transfer (CAT) of Black Bull Close and the Backlands Garden from East Lothian Council was finally completed, supported by grant funding from The Scottish Land Fund. This was East Lothian Council's first ever CAT.

Restoration of 'Building 4' was more-or-less completed this year (some fine detailing remains) and the building was renamed to honour the Technical Manager from Historic Environment Scotland, Roger Curtis, who oversaw and funded this work as a demonstration project, exploring and showcasing the scope for traditional materials, techniques and skills to be deployed to restore an historic building for contemporary uses. It is now known as Roger's Land, and is fully in use. Upstairs, the room is let to a local dance teacher as a studio for classes, with the ground floor occupied as a joinery workshop, used mainly by school groups who come to undertake the National Progression Award in Construction.

The planned restoration project of the whole Close required substantial funding to be secured. A phased approach was settled upon, with the Northside range prioritised. Circa £740k was required for this work, which was secured this year, through a patchwork of funders including the National Lottery Heritage Fund, Historic Environment Scotland, The Clothworkers Foundation, The Robertson Trust, CARES, Garfield Weston and Spifox.

The Ridge Foundations CIC will carry out restoration work to the historic elements of the Northside, providing further valuable training opportunities in traditional skills, with newbuild elements going out to tender.

Fleshers Close - ruined buildings adjoining Black Bull Close

Extensive work was required to develop plans for Building Warrant, which was imminent by the end of the financial year. The development of this site as therapeutic rooms with accommodation above will be phased. The westerly element, lying adjacent to Roger's Land (Black Bull Close) will be fundraised and restored as Phase 1.

86-88 High Street, Dunbar

In December 2020, The Ridge purchased a shop investment, with development potential, at 88 High Street, Dunbar. It had been intended that the loan would be funded during the period of plans being developed, through rental payments, but the tenant went ceased trading in December 2021, leaving only 18 months available rental and no replacement tenant was found.

The decision was made to make use of the space as a temporary home for the Support Team and other Ridge staff, until the Black Bull Close support centre becomes available in 2023. This required significant remodelling work and associated permissions. The Ridge Foundations team were able to carry out the works, alongside some preliminary stabilisation and clearance works to the rest of the site, funded by East Lothian Council's Town Centre Capital Fund. Any more substantial works,

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including demolition of the more modern rear section, were delayed by the requirement for repeat bat surveys over an extended period.

The two derelict flats above the front portion of the shop were found to have been handed to HMRC at some point, but latterly to have been 'disclaimed', making it possible for the Ridge SCIO to 'claim' them. This claim was advertised for a 21 day period during which no objections were raised, with the result that the Ridge now owns these flats also.

Development of plans, and involvement of Historic Environment Scotland/Addyman Archaeology revealed that the historic significance and level of preservation within the flats above was far greater than had been anticipated. This changed the approach to both conservation works and consideration of what might be done with the flats in the longer term, and necessitated a transition to a Conservation-accredited design team, led by Simpson & Brown Architects, with whom The Ridge has worked previously on Black Bull Close.

'Empire Close, rear of 40-44 High Street, Dunbar

Work has continued to develop plans to purchase this waste ground site from East Lothian Council, with an Architectural Feasibility Study funded by Capital City Partnerships and a third party business plan funded by the Scottish Land Fund (SLF.) These documents and the associated community consultation will be used to support a bid to the SLF for funding for the purchase.

FINANCIAL REVIEW

The group generated a surplus for the year of £137,461 (2021: £140,508 surplus). The total income amounted to £890,137 (2021: £715,789), of which £455,659 (2021: £296,149) was related to restricted projects and £434,478 (2021: £419,640) to unrestricted projects.

At the balance sheet date, the unrestricted reserves of the group were in surplus of £11,586 (2021: deficit of £23,184), with £291,891 (2021: £189,200) in restricted funds. Total reserves were therefore £303,477 (2021: £166,016).

Risk management

The Trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The Trustees monitor the organisational risk register throughout the year, evaluating each risk according to its probability and severity and identifying mitigating actions where appropriate. They are satisfied that systems are in place to mitigate exposure to the major risks.

Following a recent review of the major risks identified for The Ridge, the Trustees have agreed that the principle strategic risks are:

- Ensuring a long term Strategic Plan is in place.
- Ensuring a good working environment for the team, supporting working as a team and ensuring appropriate workloads.
- Ensuring health and safety risks are minimised.

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As such the Trustees have agreed that the Board focus for 2022-23 should be:

- Strategic Plan, to include, identification of activities; staffing; and funding.
- Support team working, to include place of work; and protection of out-of-work time.
- Review of Trustee appointments; and appointment of a Secretary.
- Health and Safety Risk assessments to become second nature to TRF, support and garden teams.
- Brand values and social media policy.

and will be addressing these issues as the year progresses

Reserves policy

The group wishes to follow best practice and build up free reserves to a level that would cover 2 months operating costs which is around £60,000. In accordance with OSCR charity reserves guidance, at the balance sheet date, free reserves, being unrestricted funds not tied up in fixed assets or long-term loans, were £13,277 in deficit (2021: £13,750 in deficit). This is made up of unrestricted reserves of a surplus of £11,586 (2021 deficit of £23,184) less fixed assets of £106,036 (2021: £131,027), and adding back the long term loan of £81,173 (2021: £92,644). Restricted Reserves at 31 March 2022 were £291,891 (2021: £189,200). See note 15. The Trustees have agreed to target creation of this reserve over a 2-3 year period and have approved the setting up of a separate reserve bank account with an initial £30,000 balance.

PLANS FOR FUTURE PERIODS

Black Bull Close

The Ridge Foundations will continue work to restore historic elements, with a commercial contractor to be appointed to undertake new-build elements. This will at last provide a much-needed home for The Ridge's own Support Team, with capacity for co-location with many of our partner agencies, enabling a fuller/more effective delivery of services across a full spectrum of supports to the local community.

The joinery workshop will continue to be used to deliver National Progression Award training to school pupils from across the county, as part of their introduction to the world of Construction, in particular traditional skills, until the new skills training centre is ready. The upstairs room will continue to generate income and provide much needed space for community/business uses as well as providing accommodation for Ridge uses.

Fleshers Close

Fleshers Close is identified within the Conservation Area Regeneration Scheme as a 'priority project' which will mean some funding can be provided towards restoration. Match funding will need to be raised, to allow the creation of two therapeutic spaces, with residential holiday lets above, which will allow The Ridge to generate much-needed income into the future, whilst meeting the increasing need for this sort of accommodation locally.

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Trustees' Annual Report

86-88 High Street

Similarly designated as a CARS priority project, the main proposed restoration works are comprehensive, and will require substantial funding. The intention is that this should be worked on over the coming year, as plans for the site are developed. The section to the rear will be demolished and newbuild work started to create a terrace of 3 homes for local youngsters who are facing challenges around accommodation.

Empire Close

Plans are being developed for a newbuild Skills Training Centre, which will house provision for National Progression Award in Construction training for school pupils from across the county, as well as a machine room and social space for the TRF apprentice team. There will also be accommodation for the Garden Team, volunteers and trainees, including school pupils undertaking the National Certificate in Rural Skills.

Training

As outlined above, The Ridge offers National Progression Awards in Construction Skills to school pupils. National Certificates in Rural Skills are similarly offered.

Adult training has also been offered through the National Transition Training Fund via Historic Environment Scotland. It is hoped that either this funding will continue, or an alternative will be sourced to support this much-valued provision of practical skills training supported by wraparound support and access to employability advice.

This year it is hoped that further adult training opportunities may be developed in traditional skills, as part of the CARS, and also as part of the National Lottery Heritage Fund provision around Black Bull Close Northside, which enables a Community Engagement Officer with some remit to encourage people to try out traditional skills.

The ongoing development of the Traditional Skills Training Centre concept will see us exploring with East Lothian Works, Edinburgh College and others, the demand and potential for development of other strands of training, including Hospitality, Events Management and Care.

There continues to be strong interest in 'The Ridge Model', with discussions likely to be ongoing around how other communities and organisations can learn from our experience and adapt it to suit their own local needs and opportunities.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The charity is a Scottish Charitable Incorporated Organisation (SCIO). It was registered on 25 January 2017. It has a two tier structure and as such the trustees are the members of the charity. The charity is governed by its constitution.

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Recruitment and Appointment of Trustees and Management Committee

Trustees are appointed by the Board or elected by ordinary members at the AGM. One third of member trustees retire from office at each AGM and are eligible for re-election. Co-opted trustees are appointed by the Board. Trustees are selected for appointment based on a proven track record of working and skills required to assist the board. The selection of trustees reflects the charity's commitment to equal opportunities and inclusiveness.

Induction and Training of Trustees

All new Trustees undergo a full induction programme and are provided with an induction pack. All Trustees receive regular written briefings and informal training through meetings, discussions and attendance at workshops, seminars and conferences.

Organisational Structure

A big structural change in the previous year for the organisation has been the alterations to The Ridge Foundations' (TRF) structure, which have culminated in TRF becoming a direct subsidiary of The Ridge SCIO, with appointed Directors and The SCIO being sole member. This change was approved by both The Ridge SCIO and TRF boards, enabling a more direct operational oversight, financial transparency and a more connected strategy. The dissolution of the Ridge (Scotland) CIC and absorption of its projects/functions, and the separation of The Ridge Café CIC are reflected in the revised Constitution.

The management committee consists of the charity's trustees and meets every 2-3 months. The day-to-day operation of the Trust is delegated to the Managing Director, who implements, on behalf of the Trustees, their policies and strategy and gives direction and support to the staff team.

Pay Policy for Senior Staff

The Trustees review senior staff pay rates by comparing salaries with similar posts in other organisations in the sector.

Related Parties

The Ridge SCIO is the parent undertaking of the group, The Ridge SCIO has one subsidiary, The Ridge Foundations CIC, a construction services company.

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Year ended 31 March 2022
Trustees' Annual Report

Reference and Administrative Information

Charity Name	The Ridge SCIO	
Charity Number	SC047116	
Trustees	Stephen Killeen (chair) John Irvine Daniel Kelly Robert Bisset Siobhan Dunn Liam Ross Mark Ireland (resigned April 2021) Heather Blackwood Jorja Brady (appointed October 2021)	
Key Management Personnel	Kate Darrah Margaret McCole	Managing Director Director of Services
Principal Office and Registered Address	40A High Street Dunbar East Lothian EH42 1JX	
Statutory Auditor	Haines Watts Statutory Auditor Q Court 3 Quality Street Edinburgh EH4 5BP	
Bankers	The Co-Operative Bank Delf House Southway Skelmersdale Lancashire WN8 6NY	

THE RIDGE SCIO
Year ended 31 March 2022
Trustees' Annual Report

STATEMENT OF TRUSTEES' RESPONSIBILITIES

Trustees' responsibilities in relation to the financial statements

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in Scotland requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the SCIO at the end of the year and of the profit or loss for the year then ended. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Association will continue in business.

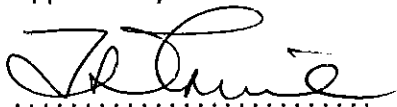
The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the SCIO and to enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005 and Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the SCIO's constitution. They are also responsible for safeguarding the assets of the SCIO and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the SCIO and financial information included on the SCIO's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Statement as to disclosure of information to auditors

So far as the Trustees are aware, there is no relevant audit information of which the charity's auditors are unaware, and each trustee has taken all the steps they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Approved by the trustees on 24 November 2022 and signed on their behalf by:-



John Irvine - Trustee

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF
THE RIDGE SCIO
FOR THE YEAR ENDED 31 MARCH 2022**

Opinion on financial statements

We have audited the consolidated financial statements of The Ridge SCIO and its subsidiary (the 'group') for the year ended 31 March 2022, which comprise the Consolidated and Charity Statement of Financial Activities, the Consolidated and Charity Balance Sheets, the Consolidated Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Accounting Generally Accepted Accounting Practice).

Opinion

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the charity's affairs as at 31 March 2022 and of its income or expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 and Regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF
THE RIDGE SCIO
FOR THE YEAR ENDED 31 MARCH 2022**

Other information

The other information comprises the information in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities and Trustees Investment (Scotland) Act 2005 and the Charity Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' annual report; or
- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on page 11, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and report in accordance with the Act and relevant regulations made or having effect thereunder.

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF
THE RIDGE SCIO
FOR THE YEAR ENDED 31 MARCH 2022**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- We identified the laws and regulations applicable to the Group/Charity through discussions with directors and other management, and from our commercial knowledge;
- We focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the Group/Charity;
- We assessed the extent of compliance with the laws and regulations identified above through making enquires of management and inspecting legal correspondence;
- Identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assess the susceptibility of material misstatements within the Group's/Charity's financial statements, including obtaining an understanding of how fraud might occur by:

- Making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- Considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- Performed analytical procedures to identify any unusual or unexpected relationships;
- Tested journal entries to identify unusual transactions;
- Assessed whether judgement and assumptions made in determining accounting estimates were indicative of potential bias; and
- Investigated the rationale behind any significant or unusual transactions.

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF
THE RIDGE SCIO
FOR THE YEAR ENDED 31 MARCH 2022**

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- Agreeing financial statement disclosures to underlying supporting documentation;
- Reading the minutes of meetings of those charged with governance;
- Enquiring of management as to actual potential litigation and claims; and
- Reviewing correspondence.

Whilst our audit did not identify any significant matters relating to the detection of irregularities including fraud, and despite the audit being planned and conducted in accordance with ISAs (UK), there remains an unavoidable risk that material misstatements in the financial statements may not be detected owing to inherent limitations of the audit, and that by their very nature, any such instances of fraud or irregularity would likely involve collusion, forgery, intentional misrepresentations, or the override of internal controls.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Use of our report

This report is made solely to the charity's members and trustees, as a body, in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005, regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended). Our audit work has been undertaken so that we might state to the charity's members 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 and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Haines Watts Scotland

Craig Hunter (Senior Statutory Auditor)
For and on behalf of Haines Watts Scotland
Business Advisors, Accountants and
Statutory Auditors
Q Court
3 Quality Street
Edinburgh
EH4 5BP

Date: 24/11/2022

Eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

THE RIDGE SCIO

**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING
INCOME AND EXPENDITURE ACCOUNT**

For the year ended 31 March 2022

	Notes	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Income and endowments from:					
Donations and legacies	3	32,684	-	32,684	94,761
Charitable activities:					
Grants	4	56,629	455,659	512,288	387,468
Other charitable activities	4	12,000	-	12,000	40,322
Other trading activities:					
Rental Income		12,181	-	12,181	4,644
Other Income		11,709	-	11,709	-
Total		125,203	455,659	580,862	527,195
Expenditure on:					
Charitable activities	6	118,888	352,968	471,856	392,338
Total Expenditure		118,888	352,968	471,856	392,338
Net income		6,315	102,691	109,006	134,857
Transfers between funds		-	-	-	-
Net movement in funds		6,315	102,691	109,006	134,857
Reconciliation of funds:					
Total funds brought forward		(30,135)	189,200	159,065	24,208
Total funds carried forward		(23,820)	291,891	268,071	159,065

The charity has no recognised gains and losses other than the results for the year as set out above

All the results of the charity are classed as continuing.

The notes on pages 22 to 44 form part of these Financial Statements

THE RIDGE SCIO

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING INCOME AND EXPENDITURE ACCOUNT)**

For the year ended 31 March 2022

	Notes	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Income and endowments from:					
Donations and legacies	3	33,083	-	33,083	108,363
Charitable activities:					
Grants	4	169,652	455,659	625,311	504,687
Other charitable activities	4	-	-	-	34,322
Other trading activities:					
Rental Income		12,181	-	12,181	-
Other Income		11,709	-	11,709	4,644
Construction services		207,853	-	207,853	63,773
Total		434,478	455,659	890,137	715,789
Expenditure on:					
Charitable activities	6	399,708	352,968	752,676	575,281
Total Expenditure		399,708	352,968	752,676	575,281
Net income		34,770	102,691	137,461	140,508
Transfers between funds		-	-	-	-
Net movement in funds		34,770	102,691	137,461	140,508
Reconciliation of funds:					
Total funds brought forward		(23,184)	189,200	166,016	25,508
Total funds carried forward		11,586	291,891	303,477	166,016

The charity has no recognised gains and losses other than the results for the year as set out above.

The notes on pages 22 to 44 form part of these Financial Statements


THE RIDGE SCIO

BALANCE SHEET

As at 31 March 2022

	Notes	£	2022 £	£	2021 £
Fixed assets					
Tangible assets	8		307,163		123,120
			<hr/>		<hr/>
			307,163		123,120
Current assets					
Debtors	10	34,280		5,590	
Cash at bank and in hand		70,860		136,606	
			<hr/>	<hr/>	
			105,140	142,196	
Creditors: amounts falling due within one year	11	(63,846)		(13,607)	
			<hr/>	<hr/>	
Net current assets			41,294		128,589
Creditors: amounts falling due after one year	12		(80,386)		(92,644)
			<hr/>		<hr/>
Total net assets			268,071		159,065
			<hr/>		<hr/>
The funds of the charity					
Unrestricted funds	14		(23,820)		(30,135)
Restricted funds	14		291,891		189,200
			<hr/>		<hr/>
			268,071		159,065
			<hr/>		<hr/>

The financial statements were approved by the trustees on 24 November 2022 and signed on their behalf by John Irvine



The notes on pages 22 to 44 form part of these Financial Statements

THE RIDGE SCIO
CONSOLIDATED BALANCE SHEET

As at 31 March 2022

	Notes	£	2022 £	£	2021 £
Fixed assets					
Tangible assets	8		310,240		131,027
			<hr/>		<hr/>
			310,240		131,027
Current assets					
Debtors	10	39,338		13,348	
Cash at bank and in hand		87,069		148,222	
		<hr/>		<hr/>	
			126,407	161,570	
Creditors: amounts falling due within one year	11	(51,997)		(27,518)	
		<hr/>		<hr/>	
Net current assets			74,410		134,052
Creditors: amounts falling due after one year	12		(81,173)		(97,561)
Deferred tax			-		(1,502)
			<hr/>		<hr/>
Total net assets			303,477		166,016
			<hr/>		<hr/>
The funds of the charity					
Unrestricted funds	14		11,586		(23,184)
Restricted funds	14		291,891		189,200
			<hr/>		<hr/>
			303,477		166,016
			<hr/>		<hr/>

The financial statements were approved by the trustees on 24 November 2022 and signed on their behalf by John Irvine



The notes on pages 22 to 44 form part of these Financial Statements

THE RIDGE SCIO
STATEMENT OF CASH FLOWS
As at 31 March 2022

	Note	2022 £	2021 £
Cash flows from operating activities:			
Net cash provided by/ (used in) operating activities below		130,627	160,315
		<hr/>	<hr/>
Cash flows from investing activities:			
Purchase of fixed assets		(184,043)	(108,716)
Interest received		-	-
		<hr/>	<hr/>
Net cash (used in) investing activities		(184,043)	(108,716)
		<hr/>	<hr/>
Cash flows from financing activities:			
Loan repaid		(4,984)	-
HP repaid		(2,753)	(2,950)
Loan advanced		-	96,382
		<hr/>	<hr/>
Net cash (used in) investing activities		(7,737)	93,432
		<hr/>	<hr/>
Change in cash and cash equivalents in the year		(61,153)	145,031
Cash and cash equivalents at the beginning of the year		148,222	3,191
		<hr/>	<hr/>
Cash and cash equivalents at the end of the year		87,069	148,222
		<hr/> <hr/>	<hr/> <hr/>

The notes on pages 22 to 44 form part of these Financial Statements

THE RIDGE SCIO
STATEMENT OF CASH FLOWS

As at 31 March 2022

Reconciliation of net income to net cash flow from operating activities

	2022 £	2021 £
Net income/(expenditure) for the year (as per Statement of Financial Activities)	137,461	140,508
<u>Adjusted for:</u>		
Depreciation charge	4,830	4,829
Deferred tax	(1,502)	1,502
Decrease/(Increase) in debtors	(25,990)	4,089
Increase in creditors	15,828	9,387
	<hr/>	<hr/>
Net cash provided by/ (used in) operating activities	130,627	160,315
	<hr/>	<hr/>

Statement of net debt as at 31 March 2022

	As 1 April 2021 £	Cashflow £	At 31 March 2022 £
Cash			
Cash at bank and in hand	148,222	(61,153)	87,069
Debt			
Less than one year			
HP	(2,950)	(1,377)	(4,327)
Loans	(3,738)	(7,274)	(11,012)
Greater than one year			
HP	(4,917)	4,130	(787)
Loans	(92,644)	12,258	(80,386)
	<hr/>	<hr/>	<hr/>
	43,973	(53,416)	(9,443)
	<hr/>	<hr/>	<hr/>

The notes on pages 22 to 44 form part of these Financial Statements

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

1. Accounting Policies

Basis of Preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102), the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

The SCIO constitutes a public benefit entity as defined by FRS102.

The consolidated financial statements incorporate the results of The Ridge SCIO and The Ridge Foundations CIC in accordance with Scottish Statutory Instrument 2006 No.218 The Charities Accounts (Scotland) Regulations 2006.

Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably. The following specific policies are applied to particular categories of income:

- Donations are included in full in the statement of financial activities when receivable.
- Charitable activities are accounted for when earned.
- Rent is recognised in accordance with the terms of the leases
- Construction services income is recognised when the work has been completed.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities includes the costs incurred by the charity in delivery of its activities and services to its beneficiaries and their associated support costs.
- Other expenditure represents those items not falling into any other heading.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include audit fees and costs linked to the strategic management of the charity.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

1. Accounting Policies (contd)

Pension costs

The group operates a defined contribution pension scheme. Contributions payable for the period are included in the Statement of Financial Activities.

Funds

Unrestricted Funds

Unrestricted funds are grants and other incoming resources receivable or generated for the objects of the charity without further specified purpose and are available as general funds.

Restricted Funds

Restricted funds are funds that can only be used for particular restricted purposes within the objectives of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Tangible fixed assets and depreciation

Fixed assets are originally recorded at cost. Items costing under £1,000 are not capitalised in the balance sheet and are written off to revenue when the expenditure is incurred. Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset.

Fixtures, fittings and equipment	30% Straight line
Assets under construction	Not depreciated until asset in use

No depreciation is provided on heritable property as, in the opinion of the trustees, the length of their estimated useful economic life and estimated residual value is at least equal to the book value. Having regard to this, it is considered that the depreciation of any such buildings would not be material.

Financial instruments

Financial instruments comprise financial assets and financial liabilities which are recognised when the charity becomes a party to the contractual provisions of the instrument. They are classified as "basic" in accordance with FRS102 and are accounted for at the settlement amount due, which equates to the cost. Financial assets comprise investments and cash. Financial liabilities comprise accruals.

Cash and cash equivalents

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening deposit or similar account.

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

2. Going Concern

The financial statements have been prepared on the going concern principle, which assumes that the group/charity will continue to trade in the foreseeable future.

Based on performance to date, and a wide interest in services, including known overheads (with necessary increases to energy costs etc), detailed analysis of staff costs going forward, grants already awarded or deemed highly probable shows a positive ongoing cashflow position. We retain flexibility in terms of commitments to expenditure based on firmness (or otherwise) of income, forecasted project expenditure will only happen if the associated funding permits.

Based on the current cash position and the projections, the trustees consider that the group/charity will be able to meet its liabilities as they fall due, together with the mitigation steps taken to date, provide reasonable assurance that the group/charity will continue to operate for at least 12 months from the approval of these financial statements. Accordingly, the directors have continued to adopt the going concern basis of accounting.

3. Donations and legacies

Charity:-	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Donations – general	26,840	-	26,840	86,936
Donations – gift aid	5,844	-	5,844	7,825
	<hr/>	<hr/>	<hr/>	<hr/>
	32,684	-	32,684	94,761
	<hr/>	<hr/>	<hr/>	<hr/>

Income from donations and legacies was £32,684 (2021: £94,761) of which £32,684 was unrestricted (2021: £80,981) and £nil (2021: £13,870) was restricted.

Group:-	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
Donations – general	27,840	-	27,840	100,538
Donations – gift aid	5,243	-	5,243	7,825
	<hr/>	<hr/>	<hr/>	<hr/>
	33,083	-	33,083	108,363
	<hr/>	<hr/>	<hr/>	<hr/>

Income from donations and legacies was £33,083 (2021: £108,363) of which £33,083 was unrestricted (2021: £94,493) and £nil (2021: £13,870) was restricted.

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

4. Charitable activities

Charity:-	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
<u>Grants</u>				
The Robertson Trust	-	25,000	25,000	31,731
East Lammermuir Community Council	-	20,000	20,000	12,000
Third Sector Resilience Fund	-	-	-	43,800
Nationwide Community	-	-	-	50,000
Historic Environment Scotland	-	-	-	22,000
Sustaining Dunbar	-	-	-	52,765
Scottish Land Fund	-	-	-	54,900
Big Lottery Fund	-	-	-	27,800
East Lothian Council	45,379	102,586	147,965	30,000
Job Retention Scheme	-	-	-	1,679
Adapt & Thrive	-	26,522	26,522	-
AHF	-	6,000	6,000	-
Capital City Partnership	-	13,000	13,000	-
MELDAP	-	12,000	12,000	-
Volunteer Development East Lothian	-	25,000	25,000	-
Edinburgh University	-	5,700	5,700	-
Foundation Scotland	-	15,000	15,000	-
Garfield Weston	-	50,000	50,000	-
National Heritage	-	17,264	17,264	-
Amos Trust	10,000	5,000	15,000	-
DELAP	-	89,625	89,625	-
Historic Scotland	-	32,462	32,462	-
Smaller Grants	1,250	10,500	11,750	60,793
<u>Other income</u>				
Consulting and training services	-	-	-	34,332
Management services	12,000	-	12,000	6,000
	<hr/>	<hr/>	<hr/>	<hr/>
	68,629	455,659	524,288	427,800
	<hr/>	<hr/>	<hr/>	<hr/>

Income from charitable activities was £524,288 (2021: £427,800) of which £68,629 was unrestricted (2021: £145,511) and £455,659 (2021: £282,279) was restricted.

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

Group:-	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
<u>Grants</u>				
The Robertson Trust	-	25,000	25,000	31,731
East Lammermuir Community Council	-	20,000	20,000	12,000
Third Sector Resilience Fund	-	-	-	43,800
Nationwide Community	-	-	-	50,000
Historic Environment Scotland	65,063	-	65,063	45,937
Sustaining Dunbar	-	-	-	52,765
Scottish Land Fund	-	-	-	54,900
Big Lottery Fund	-	-	-	27,800
East Lothian Council	79,323	102,586	181,909	30,000
Job Retention Scheme	-	-	-	66,933
Adapt & Thrive	-	26,522	26,522	-
AHF	-	6,000	6,000	-
Corra Foundation	-	-	-	5,191
CITB	-	-	-	13,834
Capital City Partnership	-	13,000	13,000	-
MELDAP	-	12,000	12,000	-
Volunteer Development East Lothian	-	25,000	25,000	-
Edinburgh University	-	5,700	5,700	-
Foundation Scotland	-	15,000	15,000	-
Garfield Weston	-	50,000	50,000	-
National Heritage	-	17,264	17,264	-
Amos Trust	10,000	5,000	15,000	-
DELAP	-	89,625	89,625	-
Historic Scotland	-	32,462	32,462	-
Smaller Grants	15,266	10,500	25,766	69,796
<u>Other income</u>				
Consulting and training services	-	-	-	34,332
Management services	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	169,652	455,659	625,311	539,019

Income from charitable activities was £625,311 (2021: £539,019) of which £169,652 was unrestricted (2021: £256,730) and £455,659 (2021: £282,279) was restricted.

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

5. Staff numbers and costs

Charity:-

	2022	2021
	£	£
Wages and salaries	168,437	150,394
Pension costs	5,314	3,236
Social security costs	18,149	9,790
	<hr/>	<hr/>
	191,900	163,420
	<hr/>	<hr/>

The average number of employees during the year on a head count basis was as follows:-

	2022	2021
	No.	No.
Management	3	3
Project workers	4	3
	<hr/>	<hr/>
	7	6
	<hr/>	<hr/>

There were no employees with emoluments above £60,000.

Key management personnel received total remuneration amounting to £114,338 (2021: £78,392) during the period, including employer pension contributions.

Group:-

	2022	2021
	£	£
Wages and salaries	322,123	317,938
Pension costs	10,900	5,943
Social security costs	34,000	16,126
	<hr/>	<hr/>
	367,023	340,007
	<hr/>	<hr/>

The average number of employees during the year on a head count basis was as follows: -

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

	2022 No.	2021 No.
Management	5	5
Project workers	4	3
Construction workers	12	9
	<hr/>	<hr/>
	21	17
	<hr/>	<hr/>

5. Staff numbers and costs (cont)

There were no employees with emoluments above £60,000.

Key management personnel received total remuneration amounting to £187,502 (2021: £118,211) during the period, including employer pension contributions.

6. Expenditure on charitable activities

Charity:-	Charitable Activity £	Commercial Trading £	Total 2022 £	Total 2021 £
Advertising & promotion	843	-	843	97
Computer costs	60	-	60	781
Office expenses	2,496	-	2,496	7,598
Stationery	320	-	320	529
Telephone	796	-	796	1,326
Repairs and maintenance	5,745	-	5,745	38,658
Rent	1,400	-	1,400	900
Heat and light	1,079	-	1,079	2,313
Accountancy & bookkeeping	5,235	-	5,235	2,370
Guided self help project costs	-	-	-	2,800
Work experience project costs	-	-	-	10,125
Insurance	4,386	-	4,386	5,199
Staff costs	191,900	-	191,900	163,420
Training	2,121	-	2,121	15,090
Professional fees	137,506	-	137,506	29,617
Construction Materials	4,725	-	4,725	-
Travelling	96	-	96	-
Subcontractor	99,863	-	99,863	87,504
Equipment hire	593	-	593	562
Donations	384	-	384	2,190

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

Interest payable	6,008	-	6,008	1,130
Bad debts	-	-	-	15,129
Governance costs:				
Auditors' remuneration	6,300	-	6,300	5,000
	<hr/>	<hr/>	<hr/>	<hr/>
	471,856	-	471,856	392,338
	<hr/>	<hr/>	<hr/>	<hr/>

Total expenditure was £471,856 (2021: £392,338) of which £118,888 (2021: £263,271) was unrestricted and £352,968 (2021: £129,067) was restricted.

Group:-	Charitable Activity £	Commercial Trading £	Total 2022 £	Total 2021 £
Advertising & promotion	843	-	843	97
Computer costs	60	427	487	1,173
Office expenses	2,496	1,357	3,853	9,837
Stationery	320	-	320	543
Telephone	796	-	796	1,326
Repairs and maintenance	5,745	720	6,465	39,447
Rent	1,400	-	1,400	900
Heat and light	1,079	-	1,079	2,313
Accountancy & bookkeeping	5,235	-	5,235	2,370
Guided self help project costs	-	-	-	2,800
Work experience project costs	-	-	-	10,125
Insurance	4,386	1,918	6,304	6,596
Staff costs	191,900	175,123	367,023	340,007
Training	2,121	587	2,708	18,661
Professional fees	137,506	5,471	142,977	32,592
Travelling	96	4,755	4,851	2,391
Construction materials	4,725	3,030	7,755	18,938
Subcontractors	99,863	58,954	158,817	42,494
Equipment hire	593	18,271	18,864	8,882
Donations	384	-	384	2,190
Depreciation	-	4,830	4,830	4,829
Interest payable	6,008	590	6,598	1,720
Sundry expenses	-	887	887	305
Bad debts	-	-	-	15,129
Corporation tax	-	-	-	1,616
Community engagement costs	-	-	-	-

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

Governance costs:				
Auditors' remuneration	6,300	3,900	10,200	8,000
	<hr/>	<hr/>	<hr/>	<hr/>
	471,856	280,820	752,676	575,281
	<hr/>	<hr/>	<hr/>	<hr/>

Total expenditure was £752,676 (2021: £575,281) of which £399,708 (2021: £446,214) was unrestricted and £352,968 (2021: £129,067) was restricted.

The charitable activity represents creating jobs and training opportunities for people. The commercial trading activities represents the construction trade carried on in the subsidiary, The Ridge Foundations CIC. The commercial trading activity is carried out with a view to creating jobs and training opportunities for people.

7. Net income

Charity:-

This is stated after charging:	2022	2021
	£	£
Auditor's remuneration – audit fee	6,300	5,000
	<hr/>	<hr/>

No trustees received any remuneration, nor were reimbursed any expenses, in the current or previous year.

Group:-

This is stated after charging:	2022	2021
	£	£
Depreciation - owned	1,240	1,239
Depreciation – HP	3,590	3,590
Auditor's remuneration – audit fee	10,200	8,000
	<hr/>	<hr/>

No trustees received any remuneration, nor were reimbursed any expenses, in the current or previous year.

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

8. Tangible Fixed Assets

Charity:-	Assets under Construction £	Fixtures, Fittings and Equipment £	Heritable Property £	Total £
Cost				
At 31 March 2021	-	-	123,120	123,120
Additions	161,881	22,162	-	184,043
Disposals	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2022	161,881	22,162	123,120	307,163
	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation				
At 31 March 2021	-	-	-	-
Charged in the Year	-	-	-	-
Depreciation on disposals	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2022	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Net book value				
At 31 March 2022	161,881	22,162	123,120	307,163
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 2021	-	-	123,120	123,120
	<hr/>	<hr/>	<hr/>	<hr/>

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

Group:-	Assets under Construction	Fixtures, Fittings and Equipment	Heritable Property	Total
	£	£	£	£
Cost				
At 31 March 2021	-	13,521	123,120	136,641
Additions	161,881	22,162	-	184,043
Disposals	-	-	-	-
	<u>161,881</u>	<u>22,162</u>	<u>-</u>	<u>184,043</u>
At 31 March 2022	<u>161,881</u>	<u>35,683</u>	<u>123,120</u>	<u>320,684</u>
Depreciation				
At 31 March 2021	-	5,614	-	5,614
Charged in the Year	-	4,830	-	4,830
Depreciation on disposals	-	-	-	-
	<u>-</u>	<u>4,830</u>	<u>-</u>	<u>4,830</u>
At 31 March 2022	<u>-</u>	<u>10,444</u>	<u>-</u>	<u>10,444</u>
Net book value				
At 31 March 2022	<u>161,881</u>	<u>25,239</u>	<u>123,120</u>	<u>310,240</u>
At 31 March 2021	<u>-</u>	<u>7,907</u>	<u>123,120</u>	<u>131,027</u>

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

Included in the above held on hire purchase is the following:

	Fixtures, Fittings and Equipment £	Total £
Cost		
At 31 March 2021	13,521	13,521
Additions	-	-
Disposals	-	-
	<hr/>	<hr/>
At 31 March 2022	13,521	13,521
	<hr/>	<hr/>
Depreciation		
At 31 March 2021	4,502	4,502
Charged in the Year	3,590	3,590
Depreciation on disposals	-	-
	<hr/>	<hr/>
At 31 March 2022	8,092	8,092
	<hr/>	<hr/>
Net book value		
At 31 March 2022	5,429	5,429
	<hr/>	<hr/>
At 31 March 2021	9,019	9,019
	<hr/>	<hr/>

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

9. Investment in subsidiary

The Ridge SCIO controls The Ridge Foundations CIC. The subsidiary company, number SC545545, is incorporated in Scotland and its principal activity is to provide short term construction services. The company generated income of £467,752 (2021 - £243,805), incurred expenditure of £439,297 (2021 - £238,155). It made a profit before tax of £28,445 (2021 - £7,266) for the year and its aggregate capital and reserves amounted to £35,405 (2021 - £6,950) as at the year end.

10. Debtors

	Charity		Group	
	2022	2021	2022	2021
	£	£	£	£
Accrued income and prepayments	13,284	-	24,791	12,195
VAT	20,996	5,590	14,547	1,153
	<u>34,280</u>	<u>5,590</u>	<u>39,338</u>	<u>13,348</u>

11. Creditors: Amounts falling due within one year

	Charity		Group	
	2022	2021	2022	2021
	£	£	£	£
Trade creditors	35,000	3,140	-	3,455
Social Security and other taxes	6,334	2,387	12,343	9,171
Other creditors and accruals	11,500	4,342	24,315	8,204
Hire Purchase	-	-	4,327	2,950
Loan	11,012	3,738	11,012	3,738
	<u>63,846</u>	<u>13,607</u>	<u>51,997</u>	<u>27,518</u>

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

12. Creditors: Amounts falling due after one year

	Charity		Group	
	2022	2021	2022	2021
	£	£	£	£
Hire Purchase	-	-	787	4,917
Loan	80,386	92,644	80,386	92,644
	<hr/>	<hr/>	<hr/>	<hr/>
	80,386	92,644	81,173	97,561
	<hr/>	<hr/>	<hr/>	<hr/>

13. Loans and secured debtors

Charity:-

The following secured debts are included within creditors and are due for repayment as shown:-

	2022	2021
	£	£
Amounts repayable		
In one year or less	11,012	3,738
In more than one year but not more than two years	11,012	4,855
In more than two years but not more than five years	36,338	16,683
More than 5 years	33,036	71,106
	<hr/>	<hr/>
	91,398	96,382
	<hr/>	<hr/>

The lender holds a standard security over a property at High Street, Dunbar owned by the charity.

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

Group:-

The following secured debts are included within creditors and are due for repayment as shown:-

	2022 £	2021 £
Amounts repayable		
In one year or less	15,339	7,278
In more than one year but not more than two years	11,799	8,592
In more than two years but not more than five years	36,338	16,683
More than 5 years	33,036	71,106
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	96,512	103,659
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The lender holds a standard security over the property owned by the charity. Hire purchase is held on a van owned by the subsidiary.

14. Movement in funds

Charity:-	At 6 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 2022 £
Restricted funds					
Zoom	72	-	(72)	-	-
Design Team	989	-	(989)	-	-
Youth Project	10,000	-	(10,000)	-	-
SCVO	5,401	-	(5,401)	-	-
Supporting Communities	25,522	-	(25,522)	-	-
Cooking for Life	4,079	-	(4,079)	-	-
Dunbar Value	50,000	-	-	-	50,000
ESF Challenge	24,503	8,516	(33,019)	-	-
Historic Environment Scotland	18,314	32,462	-	-	50,776
Empire Close Toilets	7,420	-	(7,420)	-	-
Scottish Land Fund	42,900	-	(42,900)	-	-
Adapt & Thrive	-	26,522	(9,030)	-	17,492
AHF	-	6,000	(6,000)	-	-
Capital City Partnership	-	13,000	(825)	-	12,175
Easter Lammermuir	-	20,000	(4,458)	-	15,542
MELDAP	-	12,000	-	-	12,000
Robertson Trust	-	25,000	-	-	25,000
Vaccination Fund	-	500	(500)	-	-
Volunteers Matter	-	245	(245)	-	-

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

14. Movement in Funds (cont)

Volunteer Development	-	25,000	-	-	25,000
Edinburgh University	-	5,700	(5,700)	-	-
Foundation Scotland	-	15,000	(15,000)	-	-
Hedley Foundation	-	1,240	(1,240)	-	-
Garfield Weston	-	50,000	(50,000)	-	-
National Heritage	-	17,264	-	-	17,264
Amost Trust	-	5,000	(702)	-	4,298
East Lothian Council	-	102,585	(40,241)	-	62,344
DELAP	-	89,625	(89,625)	-	-
	189,200	455,659	(352,968)	-	291,891
	At 6 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 2022 £
Unrestricted funds					
General Fund	(30,135)	125,203	(118,888)	-	(23,820)
	(30,135)	125,203	(118,888)	-	(23,820)
Total funds	159,065	580,862	(471,856)	-	268,071

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

14. Movement in Funds (cont)

Group:-	At 6 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 2022 £
Restricted funds					
Zoom	72	-	(72)	-	-
Design Team	989	-	(989)	-	-
Youth Project	10,000	-	(10,000)	-	-
SCVO	5,401	-	(5,401)	-	-
Supporting Communities	25,522	-	(25,522)	-	-
Cooking for Life	4,079	-	(4,079)	-	-
Dunbar Value	50,000	-	-	-	50,000
ESF Challenge	24,503	8,516	(33,019)	-	-
Historic Environment Scotland	18,314	32,462	-	-	50,776
Empire Close Toilets	7,420	-	(7,420)	-	-
Scottish Land Fund	42,900	-	(42,900)	-	-
Adapt & Thrive	-	26,522	(9,030)	-	17,492
AHF	-	6,000	(6,000)	-	-
Capital City Partnership	-	13,000	(825)	-	12,175
Easter Lammermuir	-	20,000	(4,458)	-	15,542
MELDAP	-	12,000	-	-	12,000
Robertson Trust	-	25,000	-	-	25,000
Vaccination Fund	-	500	(500)	-	-
Volunteers Matter	-	245	(245)	-	-
Volunteer Development	-	25,000	-	-	25,000
Edinburgh University	-	5,700	(5,700)	-	-
Foundation Scotland	-	15,000	(15,000)	-	-
Hedley Foundation	-	1,240	(1,240)	-	-
Garfield Weston	-	50,000	(50,000)	-	-
National Heritage	-	17,264	-	-	17,264
Amost Trust	-	5,000	(702)	-	4,298
East Lothian Council	-	102,585	(40,241)	-	62,344
DELAP	-	89,625	(89,625)	-	-
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	189,200	455,659	(352,968)	-	291,891
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THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

14. Movement in Funds (cont)

	At 6 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 2022 £
Unrestricted funds					
General Fund	(30,135)	125,203	(118,888)	-	(23,820)
Reserves of the Trading subsidiary	6,950	467,752	(439,297)	-	35,405
	(23,184)	592,955	(558,185)	-	11,586
Total funds	166,016	1,048,614	(911,153)	-	303,477

Charity:-	At 6 April 2020 £	Income £	Expenditure £	Transfers £	At 31 March 2021 £
Restricted funds					
Covid-19	-	500	(614)	114	-
Zoom	72	-	-	-	72
Design Team	989	-	-	-	989
Youth Project	10,000	-	-	-	10,000
SCVO	7,500	3,500	(5,599)	-	5,401
Supporting Communities	-	52,765	(27,243)	-	25,522
Cooking for Life	-	4,497	(418)	-	4,079
Dunbar Value	-	50,000	-	-	50,000
ESF Challenge	-	24,503	-	-	24,503
Historic Environment Scotland	-	18,314	-	-	18,314
East Lothian Partnership	-	30,000	(33,443)	3443	-
FirstPort Resilience	-	43,800	(43,800)	-	-
Empire Close Toilets	-	13,370	(5,950)	-	7,420
Scottish Land Fund	-	54,900	(12,000)	-	42,900
	18,561	296,149	(129,067)	3,557	189,200

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

14. Movement in Funds (cont)

	At 6 April 2020 £	Income £	Expenditure £	Transfers £	At 31 March 2021 £
Unrestricted funds					
General Fund	5,647	231,046	(263,271)	(3,557)	(30,135)
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	5,647	231,046	(263,271)	(3,557)	(30,135)
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Total funds	24,208	527,195	(392,338)	-	159,065
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Group:-	At 6 April 2020 £	Income £	Expenditure £	Transfers £	At 31 March 2021 £
Restricted funds					
Covid-19	-	500	(614)	114	-
Zoom	72	-	-	-	72
Design Team	989	-	-	-	989
Youth Project	10,000	-	-	-	10,000
SCVO	7,500	3,500	(5,599)	-	5,401
Supporting Communities	-	52,765	(27,243)	-	25,522
Cooking for Life	-	4,497	(418)	-	4,079
Dunbar Value	-	50,000	-	-	50,000
ESF Challenge	-	24,503	-	-	24,503
Historic Environment Scotland	-	18,314	-	-	18,314
East Lothian Partnership	-	30,000	(33,443)	3443	-
FirstPort Resilience	-	43,800	(43,800)	-	-
Empire Close Toilets	-	13,370	(5,950)	-	7,420
Scottish Land Fund	-	54,900	(12,000)	-	42,900
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	18,561	296,149	(129,067)	3,557	189,200
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THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

14. Movement in Funds (cont)

	At 6 April 2020 £	Income £	Expenditure £	Transfers £	At 31 March 2021 £
Unrestricted funds					
General Fund	5,647	231,046	(263,271)	(3,557)	(30,135)
Reserves of the Trading subsidiary	1,300	188,594	(182,943)	-	6,951
	<u>6,947</u>	<u>419,640</u>	<u>(446,214)</u>	<u>(3,557)</u>	<u>(23,184)</u>
Total funds	25,508	715,789	(575,281)	-	166,016

Purposes of restricted funds

- 1 Zoom - funding was received for a Zoom subscription.
- 2 Design Team - funding was received to support the costs of the design team.
- 3 Youth project - funding was received to support an anti-social youth project.
- 4 SCVO - funding was received for an income maximisation officer to provide support regarding benefit claims.
- 5 Supporting Communities – funding was received towards staff costs, office equipment and travelling costs.
- 6 Cooking for Life – funding was received towards premises costs.
- 7 Dunbar Value – funding was received towards projects that support people to thrive withing their home environment.
- 8 ESF Challenge – funding was received to support jobless people in East Lothian.
- 9 Historic Environment Scotland – funding was received towards repairs to the Black Bull site to make it safe for public access.
- 10 Empire Close Toilets – funding was received for the installation of toilets at Empire Close.
- 11 Scottish Land Fund – funding was received in 2021 for costs related to the purchase of Black Bull Close, including actual purchase price and legal fees, also payment for a third party business plan, community consultation and valuation costs, as well as some development costs.
- 12 Adapt & Thrive – Covid support.
- 13 AHF – service installation at Black Bull Close.
- 14 Capital City Partnership – Empire Close feasibility study.
- 15 Easter Lammeruir- Community and Crisis support.
- 16 MELDAP- Low threshold café at Ridge sites.
- 17 Robertson Trust – Community support team.
- 18 Vaccination Fund – Vaccination information programme.
- 19 Volunteers Matter – Volunteer Funding.

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

14 Movement in Funds (cont)

- 20 Volunteer Development - Volunteer Funding.
- 21 Edinburgh University – Community support team.
- 22 Foundation Scotland – Black Bull Close. Counselling.
- 23 Hedley Foundation – Community support.
- 24 Garfield Weston – Black Bull Close, Northside.
- 25 National Heritage – Black Bull Close, Northside and Community Engagement.
- 26 Amos Trust – Community Engagement.
- 27 East Lothain Council- Regeneration and construction work. Community Support team and administrative costs.
- 28 DELAP – Town centre regeneration.

Restricted expenditure includes revenue spend only.

15. Analysis of net assets between funds

Charity:	Unrestricted Funds £	Restricted Funds £	2022 £
Balances at 31 March 2022 represented by:			
Tangible fixed assets	102,959	204,204	307,163
Net current assets/(liabilities)	(46,393)	87,687	41,294
Long term creditors	(80,386)	-	(80,386)
	<hr/>	<hr/>	<hr/>
	(23,820)	291,891	268,071
	<hr/>	<hr/>	<hr/>
	Unrestricted Funds £	Restricted Funds £	2021 £
Balances at 31 March 2021 represented by:			
Tangible fixed assets	80,220	42,900	123,120
Net current assets/(liabilities)	(17,711)	146,300	128,589
Long term creditors	(92,644)	-	(92,644)
	<hr/>	<hr/>	<hr/>
	(30,135)	189,200	159,065
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THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

15. Analysis of net assets between funds (cont)

Group:-	Unrestricted Funds £	Restricted Funds £	2022 £
Balances at 31 March 2022 represented by:			
Tangible fixed assets	106,036	204,204	310,240
Net current assets/(liabilities)	(13,277)	87,687	74,410
Long term creditors	(81,173)	-	(81,173)
	<hr/>	<hr/>	<hr/>
	11,586	291,891	303,476
	<hr/>	<hr/>	<hr/>

	Unrestricted Funds £	Restricted Funds £	2021 £
Balances at 31 March 2021 represented by:			
Tangible fixed assets	88,127	42,900	131,027
Net current assets/(liabilities)	(12,248)	146,300	134,052
Long term creditors	(97,561)	-	(97,561)
Deferred Tax	(1,502)	-	(1,502)
	<hr/>	<hr/>	<hr/>
	(23,184)	189,200	166,016
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16. Taxation

The Ridge SCIO is recognised as a charity for taxation purposes and is exempt from corporation tax on its charitable activities. Corporation tax payable represents corporation tax due for trading activities in the subsidiary, The Ridge Foundations CIC.

17. Deferred Tax

Deferred tax represents deferred tax recognised in the subsidiary, The Ridge Foundations CIC, as a result of accelerated capital allowances.

THE RIDGE SCIO

Notes to the Financial Statements

For the year to 31 March 2022

18. Related parties

At the year end The Ridge Foundation was due £35,000 (2021 - £nil) from the charity.

The charity paid £145,876 (2021 - £49,213) to The Ridge Foundations CIC for construction services.
The charity received management fees of £12,000 (2021 - £6,000) from The Ridge Foundations CIC

The charity received donations of £10,000 (2021 - £10,000) from its trustees.

The charity paid £nil (2021 - £15,070) to a daughter of a trustee for admin support services.

The group provided construction services of £nil (2021 - £15,091) to key management personnel during the year.

19. Ultimate controlling party

The Trustees consider there to be no ultimate controlling party of the group, by virtue of its constitution.