

**COMPANY NO: SC087515**

**CHARITY NO: SC010036**

**COMMUNITY ENTERPRISE IN SCOTLAND**  
**(A company limited by guarantee)**  
**REPORT AND CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2024**

**COMMUNITY ENTERPRISE IN SCOTLAND**  
**(A company limited by guarantee)**

**REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024**

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**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024**

**REFERENCE AND ADMINISTRATIVE INFORMATION**

<b>Charity Name:</b>	Community Enterprise in Scotland
<b>Principal Office:</b>	5 Dava Street Govan G51 2JA
<b>Charity Number:</b>	SC010036
<b>Company Number:</b>	SC087515
<b>Trustees:</b>	Lynn McCulloch (Chair) (Resigned 18 <sup>th</sup> August 2023) Linda Christie (Appointed 16 <sup>th</sup> May 2023, Resigned 13 <sup>th</sup> June 2023) Linda Andrews (Treasurer and Chair) Darah Zahran Rose Cawood Simon Smith (Appointed 25 <sup>th</sup> April 2023) Sreevas Sahasranamam Gillian Fyfe Matthew Baqueriza-Jackson Anna Brow Shahnila Shafiq David Kelly Agne Zasinaite (Appointed 4 <sup>th</sup> July 2023)
<b>Secretary:</b>	Fiona McClune (resigned 18 <sup>th</sup> August 2023) Joanne Seagrave (Appointed 24 <sup>th</sup> November 2023)
<b>Senior Management:</b>	Martin Avila (CEO) (Resigned 31 October 2024) Stuart Yuill (Executive Director, DSL) (Resigned 31 <sup>st</sup> March 2024) Chris Donnelly (Finance & Corporate Services Manager) (Resigned 20 <sup>th</sup> March 2024) Iain Burnside (Executive Director, DSL)
<b>Independent Auditors:</b>	Wbg (Audit) Limited 168 Bath Street Glasgow G2 4TP

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**REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024**

**REFERENCE AND ADMINISTRATIVE INFORMATION (continued)**

**Bankers:**

Bank of Scotland  
Glasgow Argyle St Branch  
PO Box 1000  
BX2 1LB

RBS  
Glasgow Parkhead Branch  
1304 Duke St  
G31 5PZ

**Solicitors:**

Morton Fraser MacRoberts LLP  
Capella  
60 York Street  
Glasgow  
G2 8JX

## **COMMUNITY ENTERPRISE IN SCOTLAND (A company limited by guarantee)**

### **Report of the Trustees for the year ended 31 March 2024**

The Trustees present their annual report and financial statements of the charity for the year ended 31 March 2024.

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 memorandum and articles of association, the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006 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).

The legal and administrative information on pages 1 and 2 forms part of this report.

### **1 Performance and Impact**

The Financial Year 2023/24 represented another successful operational year for the CEIS Group. The Group delivered against its strategic objectives for the year and continued to identify new business opportunities.

#### **Group Strategic Priorities**

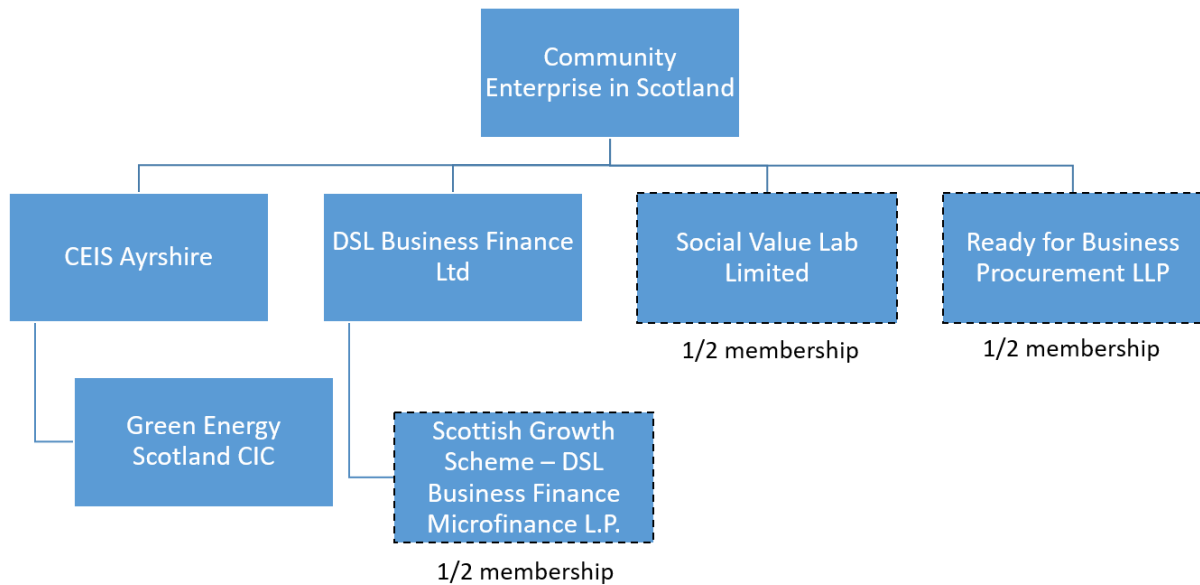
At the start of the financial year the following strategic priorities were identified, with the following results

- **Improve Reporting** – dashboard reporting is in full pilot, and we are now exploring data visualisation tools to further enhance reporting
- **Upgrade Infrastructure** – our CRM system (Podio) is in full operation and is allowing efficient management of assignments, programmes and new business opportunities. The systems also support employee development and organisational capacity building
- **Invest in Training & Development** - To support this the company created the role of People, Skills and Culture Manager with an appointment made in early 2023/24.
- **Enhance Marketing & communications** – in 2023/24, we strengthened our marketing and communications by implementing consistent messaging across all channels, maintained our social media presence, and created timely and relevant website updates and newsletters. We enhanced Just Enterprise with dedicated marketing support, improving stakeholder coordination and brand consistency.
- **Develop new business opportunities** – Business development was successful from 2 key perspectives. Strategic development focused on the development of new long-term strategic programmes and work on the development of our Social Impact Spinouts (SISO) and Social Innovation programmes has positioned us to realise the long-term benefits from these programmes from 24/25 onwards. Business development notable highlights were tenders won for delivery of work on behalf of Glasgow City Council, North Lanarkshire Council and Third Sector D&G.
- **Deliver Group Wide Improvement Plan** – the governance, strategic and infrastructure workstreams have all moved forward significantly including board remits, subsidiary strategic plans as well as upgraded infrastructure as above

**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**Report of the Trustees for the year ended 31 March 2024**

The **CEIS group structure** allows mitigation of risk to charitable assets from trading, provides the ability to attract investment, tax efficiency and the ability to have a Board of directors with specialist skills and expertise. This includes business finance knowledge in DSL, the ability to have a “local” company operating employability service in Ayrshire, and the requirement to work as equal partners in Ready for Business and Social Value Lab.



The CEIS Vision, Mission and Values are central to our operation and are highly visible in our premises, promotional materials and internal staff and board interfaces.

**CEIS VISION**

We will make Scotland a better place to live and work with a more inclusive economy.

**CEIS MISSION**

To tackle inequality, strengthen communities and improve the performance and impact of businesses, which contribute to our society.

The organisation has continued to track its social impact using a key performance indicator system. Figures are reviewed by managers and each Board within the group, and reported to staff on a quarterly basis, ensuring that all are aware of the impact of each part of the group. At the end of the year 7 main areas of impact are reported and disseminated widely.

## **COMMUNITY ENTERPRISE IN SCOTLAND** **(A company limited by guarantee)**

### **Report of the Trustees for the year ended 31 March 2024**

For 2023/2024 these were:

- 855 Scottish businesses and social enterprises supported (2022/23: 931)
- 1101 individuals received skills and training development (2022/23: 4,000)
- 528 jobs maintained in Scottish business (2022/23: 1,059)
- 368 people supported into employment (2022/23: 633)
- £5.4m loaned to Scottish businesses (2022/23: £4.4m)
- 93% customer satisfaction with CEIS services (2022/23: 95%)
- 78% expenditure with Third Sector suppliers (2022/23: 74%)

A breakdown of activity by Group members is as follows:

**Enterprise and Communities and Events**, secured and delivered a range of business support services aimed at supporting new and strengthening existing social enterprises - building a strong sector within Scotland capable of trading locally, nationally and internationally.

- CEIS led the Just Enterprise partnership which bid for and won the 4<sup>th</sup> iteration of Scottish Government Business Support for Third Sector Organisations contract which commenced in June 2023 and runs for 4 years.
- CEIS provided ongoing support to Glasgow based Third Sector organisations under the Glasgow Communities Fund.
- CEIS continues a rolling 3-year arrangement with the Scottish Government under the Strengthening Communities Programme to administer grant funds and provide business support to community anchor organisations.
- CEIS continues to lead the International Social Enterprise Observatory (ISEO), an umbrella programme including 8 delivery partners and designed to support the growth of Scottish social enterprises internationally and enable inward expansion into Scotland's social enterprise sector.
- CEIS has led the way with our Social Impact Spinouts (SISO) service in supporting the start-up or spin-out of academic research into social enterprises. This is a unique service globally and CEIS has led the sector in its development and delivery, leading to the first ever social enterprise spinouts from the University of Strathclyde, University of Glasgow and University of Edinburgh.

**DSL Business Finance Limited** provides business loans to financially sustainable micro, small and medium sized businesses including social enterprises in Scotland through access to loan funds on affordable terms.

- Delivered the Start-Up Loan Company program via the British Business Bank (BBB) under a new 2-year contract from 1 April 2023 to support the development of start-up businesses across Scotland.
- Secured the contract to manage the Smaller Loans (£25k-£100k) segment of the Investment Fund for Scotland (IFS), from October 4, 2023, with Nations and Regions Investments Ltd (BBB) as the primary investor (98.52%) and DSL as a minor investor (1.48%) This £20.3m fund has a 5-year investment period from October 4, 2023, to October 3, 2028.
- Delivered the loan management function of the Scottish Government flagship Digital Development Loans

## **COMMUNITY ENTERPRISE IN SCOTLAND** **(A company limited by guarantee)**

### **Report of the Trustees for the year ended 31 March 2024**

- Continued to lend under several schemes including the Recovery Loan Scheme, management of realizations of the Scottish Government Microfinance Fund (July 2016 to Dec 2018) and Scottish Growth Scheme (Jan 2019 to July 2021 and fund managing Falkirk Council's Business Loan Fund and Inverclyde Council's Special Intervention Loan Fund.

**CEIS Ayrshire** was established with the principal aim to tackle inequality, strengthen communities and improve the economy in Ayrshire through the provision of employability support and skills development.

- Employability pipeline contracts in both North and East Ayrshire
- Sector Based Work Academies in South and East Ayrshire
- Training and development opportunities under the ILM schemes supported by Skills Development Scotland

## **2 Financial Review**

The group and charity are recording a loss in the financial year, but this is balanced against a significant surplus in the prior year as a result of the natural fluctuations depending on claim cycles, particularly within the Strengthening Communities Project. The value of gift aid from DSL given their operating results has also reduced (2024: £nil, 2023: £58,000).

Operationally we continued to deliver a strong performance. Longer term funded projects such as Just Enterprise, Strengthening Communities Program (CEIS), and North Ayrshire Council (CEIS Ayrshire) continue to provide a stable foundation in this year and looking forward. All entities across the group continue to seek new opportunities.

Financially this resulted in a net operating deficit of £177,180. Balance sheets have remained healthy, and cash has remained strong across the group.

With the Just Enterprise, Strengthening Communities and North Ayrshire Councils continuing into 2024/25, the group has budgeted for a small operating surplus.

### **Reserves**

The Board has agreed that it should seek to maintain working reserves of between three and six months of its annual core operating costs and other liabilities such as staff redundancy costs, notice costs and other binding financial and legal obligations. Based on the current level of spend, this would equate to between £341k and £683k (CEIS Ayrshire) and between £845k and £1,689k (CEIS). The total unrestricted funds on 31 March 2024 total £494k (CEIS Ayrshire) and £455k (CEIS), which represents approximately 4 months and 2 months, respectively.



## **COMMUNITY ENTERPRISE IN SCOTLAND** **(A company limited by guarantee)**

### **Report of the Trustees for the year ended 31 March 2024**

#### **3 Plans for future periods**

##### **Group Strategic Priorities**

The following Group priorities have been identified for 2024/25:

- Brands - maintain and develop our strong brands that communicate our collective vision
- Group - develop and deliver consistent and collective strategies across the group to support the group vision and mission
- Innovate - develop our products and services into other areas
- Educate - continue with our skills development so that we deliver on our goals

#### **4 Structure, Governance and Management**

**The CEIS Group** is comprised of the main company as well as subsidiary Boards and joint ventures. In the case of subsidiaries, CEIS Ayrshire and DSL Business Finance, the main company, CEIS, is the sole member. In the case of joint venture, responsibility is shared between CEIS and its partners.

The main function of the CEIS Board is to set strategic direction and to monitor organisational performance and to ensure a high standard of governance. It is supported in this task by a Staffing & H&S and a Finance subgroup. These subgroups meet 4 times per year, ahead of CEIS Board meetings.

CEIS appoints Directors to the subsidiary Boards and these Directors have a responsibility to ensure good governance within each subsidiary. This includes election of Office Holders from amongst the Directors.

##### **Trustees' Responsibilities**

The trustees (who are also directors of Community Enterprise in Scotland for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law 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 charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group for that period. In preparing these 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 UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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**Report of the Trustees for the year ended 31 March 2024**

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

**Auditors**

A resolution will be proposed at the Annual General Meeting that CEIS tenders for Auditors to provide services for the financial year 2024/25

Approved by the Trustees and signed on their behalf by:

Signed by:  
  
FDD45D5756A943B...  
Name: Linda Andrews

Date: 18 December 2024

## **COMMUNITY ENTERPRISE IN SCOTLAND (A company limited by guarantee)**

### **INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF COMMUNITY ENTERPRISE IN SCOTLAND FOR THE YEAR ENDED 31 MARCH 2024**

#### **Opinion**

We have audited the financial statements of Community Enterprise in Scotland (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2024 which comprise the statement of financial activities (including an income and expenditure account), balance sheet, the statement of cash flow and related notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group and parent charitable company's affairs as at 31 March 2024, and of the group's incoming resources and application of resources, including its income and 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 Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

#### **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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, March cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**COMMUNITY ENTERPRISE IN SCOTLAND  
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**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF  
COMMUNITY ENTERPRISE IN SCOTLAND FOR THE YEAR ENDED 31 MARCH  
2024**

**Other information**

The other information comprises the information included in the Report and Financial Statements, other than the financial statements and our auditors report thereon. The trustees are responsible for the other information contained within Report and Financial Statements. 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.

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 course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. 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.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees, which includes the Directors' Report, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report included within the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In the light of our knowledge and understanding of the group and parent charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report included within the Report of the Trustees. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 require us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or

## **COMMUNITY ENTERPRISE IN SCOTLAND (A company limited by guarantee)**

### **INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF COMMUNITY ENTERPRISE IN SCOTLAND FOR THE YEAR ENDED 31 MARCH 2024**

- The directors were not entitled to prepare financial statements in accordance with the small companies' regime and take advantage of the small companies' exemption in preparing the directors' report and take advantage of the small companies' exemption from the requirement to prepare a strategic report.

#### **Responsibilities of trustees**

As explained more fully in the Trustees' responsibilities statement set out on page 7 - 8, the Trustees (who are also the Directors of the parent 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, 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 group and parent charitable company'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 group or parent charitable company 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 under the Companies Act 2006 and report in accordance with regulations made under those Acts.

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

#### **Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud**

We identify and assess risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, responding appropriately to fraud or suspected fraud identified during the audit process. This includes obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion. The primary responsibility however for the prevention and detection of fraud rests with those charged with governance and executive management of the entity.

## **COMMUNITY ENTERPRISE IN SCOTLAND (A company limited by guarantee)**

### **INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF COMMUNITY ENTERPRISE IN SCOTLAND FOR THE YEAR ENDED 31 MARCH 2024**

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we have considered the following:

- The nature of the group and charitable company, the environment in which it operates and the control procedures implemented by management and the trustees; and
- Our enquiries of management and trustees about their identification and assessment of the risks of irregularities.

Based on our understanding of the charity and the sector we identified that the principal risks of non-compliance with laws and regulations related to, but were not limited to;

- Regulations and legislation pertinent to the charity's operations

We considered the extent to which non-compliance might have a material impact on the financial statements. We also considered those laws and regulations which have a direct impact on the preparation of the financial statements, such as the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005, and the Charities Accounts (Scotland) Regulations 2006. We evaluated management and trustees' incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of management override of controls), and determined that the principal risks were related to;

- Posting inappropriate journal entries

#### **Audit response to the risks identified;**

Our procedures to respond to the risks identified included the following:

- Gaining an understanding of the legal and regulatory framework applicable to the charity and the sector in which it operates;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- Enquiring of management, trustees and legal advisors concerning actual and potential litigation and claims;
- Reading minutes of meetings of those charged with governance and correspondence with HMRC;
- In addressing the risk of fraud as a result of management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether judgements made in making accounting estimates are indicative of a potential bias; and, evaluating rationale of any significant transactions that are unusual or outside the normal course of business.
- Testing journals within the following areas: depreciation, accruals, prepayments, accrued income, fixed asset disposals, wages & salaries, deferred income and intercompany transactions.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

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2024**

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation.


This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/library/standards-codes-policy/audit-assurance-and-ethics/auditors-responsibilities-for-the-audit>.

This description forms part of our auditor's report.

**Use of Report**

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 charitable company's trustees as a body, in accordance with 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 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Signed by:  
  
D8E957F6F4D9465...

Scott Gillon BA(Hons) FCCA, CA  
Senior Statutory Auditor  
For and on behalf of Wbg (Audit) Limited, Statutory Auditor

168 Bath Street  
Glasgow  
G2 4TP

Wbg (Audit) Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

Date: 23 December 2024

**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDING 31 MARCH 2024**

(Including an Income and Expenditure account)

	Note	Unrestricted Funds Year to 31 March 2024	Restricted Funds Year to 31 March 2024	Total Funds Year to 31 March 2024	Unrestricted Funds as restated Year to 31 March 2023	Restricted Funds as restated Year to 31 March 2023	Total Funds as restated Year to 31 March 2023
		£	£	£	£	£	£
<b>Income and endowments from:</b>							
Charitable activities	4	431,162	3,927,847	4,359,009	494,090	4,525,863	5,019,953
Other trading activities	5	123,936	-	123,936	137,977	-	137,977
Other incoming resources	6	-	-	-	27,689	-	27,689
<b>Total Income</b>		<b>555,098</b>	<b>3,927,847</b>	<b>4,482,945</b>	<b>659,756</b>	<b>4,525,863</b>	<b>5,185,619</b>
<b>Expenditure on:</b>							
Raising funds							
Other trading activities	7	93,389	-	93,389	113,713	-	113,713
Charitable activities	9	597,904	3,948,432	4,546,336	269,664	4,525,613	4,795,277
<b>Total Expenditure</b>		<b>691,293</b>	<b>3,948,432</b>	<b>4,639,725</b>	<b>383,377</b>	<b>4,525,613</b>	<b>4,908,990</b>
<b>Net income/ (expenditure)</b>		<b>(136,195)</b>	<b>(20,585)</b>	<b>(156,780)</b>	<b>276,379</b>	<b>250</b>	<b>276,629</b>
<b>Transfers between funds</b>		<b>(28,495)</b>	<b>28,495</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other gains/(losses)</b>	11	<b>-</b>	<b>-</b>	<b>-</b>	<b>(3,704)</b>	<b>-</b>	<b>(3,704)</b>
<b>Net movement in funds</b>		<b>(164,690)</b>	<b>7,910</b>	<b>(156,780)</b>	<b>272,675</b>	<b>250</b>	<b>272,925</b>
<b>Funds reconciliation</b>							
Total funds brought forward as previously stated	19	1,121,484	61,807	1,183,291	-	-	-
Prior year adjustment	27	13,962	(13,962)	-	-	-	-
Total funds brought forward as restated		1,135,446	47,845	1,183,291	862,771	47,595	910,366
<b>Total Funds carried forward</b>	19	<b>970,756</b>	<b>55,755</b>	<b>1,026,511</b>	<b>1,135,446</b>	<b>47,845</b>	<b>1,183,291</b>

The Statement of Financial Activities includes all gains and losses recognised in the period.

All income and expenditure derive from continuing activities.



**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**CHARITY STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDING 31 MARCH 2024**

(Including an Income and Expenditure account)

	Note	Unrestricted Funds Year to 31 March 2024 £	Restricted Funds Year to 31 March 2024 £	Total Funds Year to 31 March 2024 £	Unrestricted Funds Year to 31 March 2023 £	Restricted Funds Year to 31 March 2023 £	Total Funds Year to 31 March 2023 £
<b>Income and endowments from:</b>							
Charitable activities	4	94,055	2,899,289	<b>2,993,344</b>	415,433	3,022,383	<b>3,437,816</b>
Other trading activities	5	207,724	-	<b>207,724</b>	230,680	-	<b>230,680</b>
<b>Total Income</b>		<b>301,779</b>	<b>2,899,289</b>	<b>3,201,068</b>	<b>646,113</b>	<b>3,022,383</b>	<b>3,668,496</b>
<b>Expenditure on:</b>							
Raising funds							
Other trading activities	7	197,492	-	<b>197,492</b>	211,306	-	<b>211,306</b>
Charitable activities	9	281,467	2,899,289	<b>3,180,756</b>	219,163	3,022,383	<b>3,241,546</b>
<b>Total Expenditure</b>		<b>478,959</b>	<b>2,899,289</b>	<b>3,378,248</b>	<b>430,469</b>	<b>3,022,383</b>	<b>3,452,852</b>
<b>Net income/ (expenditure)</b>		(177,180)	-	<b>(177,180)</b>	215,644	-	<b>215,644</b>
<b>Other gains/(losses)</b>	11	-	-	-	(3,704)	-	<b>(3,704)</b>
<b>Net movement in funds</b>		(177,180)	-	<b>(177,180)</b>	211,940	-	<b>211,940</b>
Funds reconciliation							
Total Funds brought forward	20	632,231	-	<b>632,231</b>	420,291	-	<b>420,291</b>
<b>Total Funds carried forward</b>	20	<b>455,051</b>	-	<b>455,051</b>	<b>632,231</b>	-	<b>632,231</b>

The Statement of Financial Activities includes all gains and losses recognised in the period.

All income and expenditure derive from continuing activities.

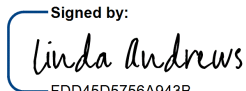
**COMMUNITY ENTERPRISE IN SCOTLAND**  
(A company limited by guarantee)

**BALANCE SHEET AS AT 31 MARCH 2024**

	Note	Group As at 31 March 2024 £	Group restated As at 31 March 2023 £	Charity As at 31 March 2024 £	Charity As at 31 March 2023 £
<b>Fixed assets:</b>					
Tangible assets	13	527,000	469,548	527,000	469,548
Investments	24	77,983	57,644	277	252
<b>Total fixed assets</b>		<u>604,983</u>	<u>527,192</u>	<u>527,277</u>	<u>469,800</u>
<b>Current assets:</b>					
Debtors	14	389,823	311,296	277,232	232,976
Cash at bank and in hand	23	903,736	1,630,055	469,694	1,126,599
<b>Total current assets</b>		<u>1,293,559</u>	<u>1,941,351</u>	<u>746,926</u>	<u>1,359,575</u>
<b>Liabilities:</b>					
Creditors falling due within one year	15	(842,840)	(1,180,298)	(789,961)	(1,092,190)
<b>Net current assets/(liabilities)</b>		<u>450,719</u>	<u>761,053</u>	<u>(43,035)</u>	<u>267,385</u>
Creditors falling due after one year	17	(29,191)	(86,954)	(29,191)	(86,954)
Provisions	18	-	(18,000)	-	(18,000)
<b>Net assets</b>		<u>1,026,511</u>	<u>1,183,291</u>	<u>455,051</u>	<u>632,231</u>
<b>The funds of the charity:</b>					
Unrestricted funds	19,20	970,756	1,135,446	455,051	632,231
Restricted funds	19,20	55,755	47,845	-	-
<b>Total charity funds</b>		<u>1,026,511</u>	<u>1,183,291</u>	<u>455,051</u>	<u>632,231</u>

The trustees have prepared group accounts in accordance with section 398 of the Companies Act 2006 and section 44 of the Charities and Trustee Investment (Scotland) Act 2005. These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to the members of the company.

Approved by the trustees on 18 December 2024 and signed on their behalf by:

Signed by:  
  
FDD45D5756A943B...

Name: Linda Andrews

**Company registration number: SC087515**

The notes on pages 18 to 40 form part of these financial statements

**COMMUNITY ENTERPRISE IN SCOTLAND**  
**(A company limited by guarantee)**

**STATEMENT OF CASHFLOWS AND CONSOLIDATED STATEMENT OF CASHFLOWS**  
**FOR THE YEAR ENDING 31 MARCH 2024**

	Note	Group Year to 31 March 2024 £	Group Year to 31 March 2023 £	Charity Year to 31 March 2024 £	Charity Year to 31 March 2023 £
<b><i>Cash flows from operating activities:</i></b>					
<b>Net cash (used in)/provided by operating activities</b>	<b>22</b>	(542,755)	158,219	(473,341)	59,970
<b><i>Cash flows from investing activities:</i></b>					
Purchase of equipment		(96,610)	(4,082)	(96,610)	(4,082)
<b>Net cash used in investing activities</b>		(96,610)	(4,082)	(96,610)	(4,082)
<b><i>Cash flows from financing activities:</i></b>					
Loan repayments		(86,954)	-	(86,954)	-
<b>Net cash used in financing activities</b>		(86,954)	-	(86,954)	-
<b>Change in cash and cash equivalents in the year</b>		(726,319)	154,137	(656,905)	55,888
Cash and cash equivalents brought forward		1,630,055	1,475,918	1,126,599	1,070,711
<b>Cash and cash equivalents carried forward</b>	<b>23</b>	<u>903,736</u>	<u>1,630,055</u>	<u>469,694</u>	<u>1,126,599</u>

## **COMMUNITY ENTERPRISE IN SCOTLAND** **(A company limited by guarantee)**

### **NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

#### **1. Accounting Policies**

##### **(a) Basis of preparation and assessment of going concern**

The accounts (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 (FRS 102) the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006.

The financial statements consolidate the results of the charity's wholly owned subsidiary, CEIS Ayrshire, on a line by line basis. In addition a 50% share of the assets and profits of Social Value Lab Limited are included in the consolidation.

The charity constitutes a public benefit entity as defined by FRS 102.

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

The financial statements are prepared in sterling, which is the functional currency of the Group. Monetary amounts in these financial statements are rounded to the nearest £.

##### **(b) Funds structure**

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have created funds for specific purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed, or through the terms of an appeal.

Further details of each fund are disclosed in notes 19 and 20.

##### **(c) Income recognition**

Income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

**COMMUNITY ENTERPRISE IN SCOTLAND**  
**(A company limited by guarantee)**

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

Income from government and other grants, whether ‘capital’ or ‘revenue’ grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

**(d) Expenditure recognition**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings. For more information on this attribution refer to note (e) below.

- Expenditure on charitable activities includes Employability and other activities undertaken to further the purposes of the charity and their associated support costs;
- Other expenditure includes trading expenditure generated by the subsidiary companies

**(e) Allocation of support and governance costs**

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to statutory audit and legal fees together with an apportionment of overhead and support costs.

Governance costs and support costs relating to charitable activities have been apportioned based on the number of individual grant awards made in recognition that the administrative costs of awarding, monitoring and assessing research grants, salary support grants and postgraduate scholarships are broadly equivalent. The allocation of support and governance costs is analysed in note 8.

**(f) Tangible fixed assets and depreciation**

All assets costing more than £500 are capitalised and valued at historical cost. Depreciation is charged as follows:

Long leasehold buildings	Basis 2% on cost
Fixtures, fittings and equipment	25% on cost
Training and computer equipment	33.3% on cost

**(g) Debtors**

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**(h) Cash at bank and in hand**

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 of the deposit or similar account.

**(i) Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

**(j) Pension scheme**

The company was part of a defined benefit pension scheme but exited the scheme on 31<sup>st</sup> March 2017 as is further detailed within the Trustees' report and note 26. The company now offers employees a defined contribution pension scheme.

**(k) Financial instruments**

The charity and its subsidiary companies only have financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

**(l) Taxation**

The company is a charitable company within the meaning of Section 467 of the Corporation Tax Act 2010. Accordingly, the company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 of Part 11 of the Corporation Tax Act 2010 and section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that such income or gains are applied for charitable purposes only.

**(m) Income from Investments**

Investment income is included in the financial statements in the accounting period in which it is received.

**(n) Investments**

Fixed asset investments are included at cost.

**(o) Employee benefits**

The costs of short-term employee benefits are recognised as a liability and an expense.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the limited liability partnership is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

**COMMUNITY ENTERPRISE IN SCOTLAND**  
**(A company limited by guarantee)**

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**(p) Judgements and key sources of estimation and uncertainty**

In the application of the company's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

**Depreciation of fixed assets** – fixed assets are depreciated over the useful life of the asset. The useful lives of fixed assets are based on the knowledge of senior management, with reference to assets expected life cycle.

**Allocation of expenditure between activities** – Support costs are allocated between charitable activities and governance based on the time spent by senior management on undertaking the charity's activities.

**Bad debt provision** – The charity makes an estimate of the recoverable value of trade and other debtors. When assessing impairment of debtors, management considers factors including credit rating of the customer, previous payment patterns and ageing of the debt.

**Judgements:**

**Impairment of assets** - Determine whether there are indicators of impairment of the charity's tangible assets. Factors taken into consideration in reaching such a decision include the economic viability and expected future financial performance of the asset and where it is a component of a larger cash-generating unit, the viability and expected future performance of that unit.

**Classification of leases** - Determine whether leases entered into by the charity either as a lessor or a lessee are operating or finance leases. These decisions depend on an assessment of whether the risks and rewards of ownership have been transferred from the lessor to the lessee on a lease-by-lease basis.

**2. Legal status of the Charity**

The Charity is a registered Scottish charity.

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

**3. Related party transactions and trustees' expenses and remuneration**

The trustees all give freely their time and expertise without any form of remuneration or other benefit in cash or kind (2023: £nil). The charity re-imbursed two trustees' expenses during the year, this amounted to £883 (2023: £nil). There were no donations made by trustees during the year (2023: £nil).

No Trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year (2023: £nil).

**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**3. Related party transactions and trustees' expenses and remuneration (continued)**

During the year the costs paid by the company to a Trustee in relation to the Chief Executive role were as follows: -

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
Salaries and wages	67,500	68,776
Social security costs	8,059	8,555
Pension costs	15,000	15,000
	<u>90,559</u>	<u>92,331</u>

No other Trustees received any remuneration during the year.

**4. Income from charitable activities**

	<b>Group</b>		<b>Charity</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Social Enterprise	4,359,009	5,019,953	2,993,344	3,437,816
	<u>4,359,009</u>	<u>5,019,953</u>	<u>2,993,344</u>	<u>3,437,816</u>

**5. Income from other trading activities**

	<b>Group</b>		<b>Charity</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Service level agreements	123,936	137,977	207,724	230,680
	<u>123,936</u>	<u>137,977</u>	<u>207,724</u>	<u>230,680</u>

The wholly owned trading subsidiary CEIS Ayrshire is incorporated in the United Kingdom (company number SC327751).

The summary financial performance of the subsidiary alone is:

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
Charitable Activities	1,365,665	1,582,137
Other Incoming resources	-	27,689
Charitable Activities expenditure	1,365,580	1,553,731
Movement in funds	85	56,095
Funds brought forward	493,668	437,573
Funds carried forward	<u>493,753</u>	<u>493,668</u>

The assets and liabilities of the subsidiary were:

Current assets	565,450	653,558
Current liabilities	(71,697)	(159,890)
Total net assets	<u>493,753</u>	<u>493,668</u>
Aggregate funds	<u>493,753</u>	<u>493,668</u>



**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**6. Other income resources**

	Group		Charity	
	2024 £	2023 £	2024 £	2023 £
Other Income	-	27,689	-	-
	<u>-</u>	<u>27,689</u>	<u>-</u>	<u>-</u>

**7. Raising funds – expenditure on other trading activities**

	Group		Charity	
	2024 £	2023 £	2024 £	2023 £
Service level agreements	93,389	113,713	197,492	211,306
	<u>93,389</u>	<u>113,713</u>	<u>197,492</u>	<u>211,306</u>

**8. Allocation of governance and support costs**

The breakdown of support costs and how they were allocated between governance and other support costs is as follows.

**Charity**

Cost type	2024 Total allocated £	Raising funds £	Social Enterprise £	Governance £	Basis of apportionment
Salaries and secondment fees	838,791	167,758	658,401	12,632	<i>Time spent</i>
Subcontractor costs	3,528	-	3,528	-	<i>Usage</i>
Staff travel	18,697	13,275	4,674	748	<i>Staff split</i>
Staff training	12,116	10,541	969	606	<i>Staff split</i>
Conferences/Subscriptions and other	10,383	5,918	4,154	311	<i>Staff split</i>
Insurance, heat & light and rates	33,356	-	33,356	-	<i>Staff split</i>
Telephone, post and stationery	39,216	-	39,216	-	<i>Staff split</i>
Equipment leasing and maintenance	9,920	-	9,920	-	<i>Staff split</i>
IT	20,498	-	20,498	-	<i>Staff split</i>
Other property costs/Sundry expenses	43,600	-	43,600	-	<i>Staff split</i>
Depreciation (including building)	39,157	-	39,157	-	<i>Staff split</i>
Marketing	11,394	-	11,394	-	<i>Staff split</i>
<b>Total</b>	<u>1,080,656</u>	<u>197,492</u>	<u>868,867</u>	<u>14,297</u>	

**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**8. Allocation of governance and support costs (continued)**

**Charity**

<b>Cost type</b>	<b>2023 Total allocated £</b>	<b>Raising funds £</b>	<b>Social Enterprise £</b>	<b>Governance £</b>	<b>Basis of apportionment</b>
Salaries and secondment fees	863,625	172,725	677,894	13,006	<i>Time spent</i>
Subcontractor costs	90,424	-	90,424	-	<i>Usage</i>
Staff travel	23,396	16,611	5,849	936	<i>Staff split</i>
Staff training	20,406	17,754	1,632	1,020	<i>Staff split</i>
Conferences/Subscriptions and other	7,397	4,216	2,959	222	<i>Staff split</i>
Insurance, heat & light and rates	32,481	-	32,481	-	<i>Staff split</i>
Telephone, post and stationery	32,898	-	32,898	-	<i>Staff split</i>
Equipment leasing and maintenance	16,793	-	16,793	-	<i>Staff split</i>
IT	10,782	-	10,782	-	<i>Staff split</i>
Other property costs/Sundry expenses	4,856	-	4,856	-	<i>Staff split</i>
Depreciation (including building)	18,655	-	18,655	-	<i>Staff split</i>
Marketing	2,590	-	2,590	-	<i>Staff split</i>
<b>Total</b>	<b>1,124,303</b>	<b>211,306</b>	<b>897,813</b>	<b>15,184</b>	

**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**8. Allocation of governance and support costs (continued)**

<b>Group</b>	<b>2024 Total allocated</b>	<b>Employability</b>	<b>Raising funds</b>	<b>Social Enterprise</b>	<b>Governance</b>	<b>Basis of apportionment</b>
<b>Cost type</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	
Salaries and secondment fees	838,791	-	167,758	658,401	12,632	<i>Time spent</i>
Subcontractor costs	3,528	-	-	3,528	-	<i>Usage</i>
Staff travel	39,193	20,496	13,275	4,674	748	<i>Staff split</i>
Staff training	12,116	-	10,541	969	606	<i>Staff split</i>
Conferences/ Subscriptions and other	10,383	-	5,918	4,154	311	<i>Staff split</i>
Insurance, heat & light and rates	33,356	-	-	33,356	-	<i>Staff split</i>
Telephone, post and stationery	43,083	3,867	-	39,216	-	<i>Staff split</i>
Equipment leasing and maintenance	9,920	-	-	9,920	-	<i>Staff split</i>
IT	20,498	-	-	20,498	-	<i>Staff split</i>
Other property costs/Sundry expenses	82,250	38,650	-	43,600	-	<i>Staff split</i>
Depreciation (including building)	39,157	-	-	39,157	-	<i>Staff split</i>
Marketing	11,394	-	-	11,394	-	<i>Staff split</i>
Consultancy/ Professional fees	6,130	6,130	-	-	-	<i>Usage</i>
Management fees	138,642	138,642	-	-	-	<i>Usage</i>
Equipment/ Office costs	6,545	6,545	-	-	-	<i>Usage</i>
Client costs	313,111	313,111	-	-	-	<i>Usage</i>
<b>Total</b>	<b>1,608,097</b>	<b>527,441</b>	<b>197,492</b>	<b>868,867</b>	<b>14,297</b>	

**COMMUNITY ENTERPRISE IN SCOTLAND**  
(A company limited by guarantee)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**8. Allocation of governance and support costs (continued)**

<b>Group</b>	<b>2023 Total allocated</b>	<b>Employability</b>	<b>Raising funds</b>	<b>Social Enterprise</b>	<b>Governance</b>	<b>Basis of apportionment</b>
<b>Cost type</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	
Salaries and secondment fees	863,625	-	172,725	677,894	13,006	<i>Time spent</i>
Subcontractor costs	90,424	-	-	90,424	-	<i>Usage</i>
Staff travel	35,151	11,755	16,611	5,849	936	<i>Staff split</i>
Staff training	20,406	-	17,754	1,632	1,020	<i>Staff split</i>
Conferences/ Subscriptions and other	7,397	-	4,216	2,959	222	<i>Staff split</i>
Insurance, heat & light and rates	32,481	-	-	32,481	-	<i>Staff split</i>
Telephone, post and stationery	42,184	9,286	-	32,898	-	<i>Staff split</i>
Equipment leasing and maintenance	16,793	-	-	16,793	-	<i>Staff split</i>
IT	10,782	-	-	10,782	-	<i>Staff split</i>
Other property costs/Sundry expenses	58,691	53,835	-	4,856	-	<i>Staff split</i>
Depreciation (including building)	18,655	-	-	18,655	-	<i>Staff split</i>
Marketing	5,734	3,144	-	2,590	-	<i>Staff split</i>
Consultancy/ Professional fees	4,651	4,651	-	-	-	<i>Usage</i>
Management fees	157,414	157,414	-	-	-	<i>Usage</i>
Equipment/ Office costs	3,329	3,329	-	-	-	<i>Usage</i>
Client costs	208,749	208,749	-	-	-	<i>Usage</i>
<b>Total</b>	<b>1,576,466</b>	<b>452,163</b>	<b>211,306</b>	<b>897,813</b>	<b>15,184</b>	

**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**8. Allocation of governance and support costs (continued)**

<b>Governance costs:</b>	<b>Group</b>		<b>Charity</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Auditors remuneration	18,470	16,401	12,355	11,765
Legal fees	-	-	-	-
Costs of meetings	3,454	999	3,454	999
Consultancy	3,942	4,249	-	-
Support costs	14,297	15,184	14,297	15,184
	<u>40,163</u>	<u>36,833</u>	<u>30,106</u>	<u>27,948</u>

<b>Allocation of governance and other support costs:</b>	<b>Group</b>		<b>Charity</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Social Enterprise	30,106	27,948	30,106	27,948
Employability	10,057	8,885	-	-
	<u>40,163</u>	<u>36,833</u>	<u>30,106</u>	<u>27,948</u>

**9. Analysis of expenditure on charitable activities**

**Charity**

	<b>Social Enterprise</b>	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>Total</b>	<b>Total</b>
		<b>£</b>	<b>£</b>
Direct overheads	2,260,771	2,260,771	2,296,407
Other costs	21,012	21,012	19,378
Governance costs	30,106	30,106	27,948
Support costs	868,867	868,867	897,813
	<u>3,180,756</u>	<u>3,180,756</u>	<u>3,241,546</u>

**Group**

	<b>Social</b>	<b>Employability</b>	<b>2024</b>	<b>2023</b>
	<b>Enterprise</b>	<b>As restated</b>	<b>Total</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Salaries	-	835,454	835,454	897,968
Kickstart Awards	-	-	-	197,902
Direct overheads	2,260,771	(7,372)	2,253,399	2,288,584
Other costs	21,012	-	21,012	19,378
Governance costs	17,751	10,057	27,808	25,068
Support costs	868,867	527,441	1,396,308	1,349,976
Audit	12,355	-	12,355	16,401
	<u>3,180,756</u>	<u>1,365,580</u>	<u>4,546,336</u>	<u>4,795,277</u>

## COMMUNITY ENTERPRISE IN SCOTLAND

(A company limited by guarantee)

### NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024

#### 10. Analysis of staff costs and remuneration of key management personnel

	Group		Charity	
	2024 £	2023 £	2024 £	2023 £
Salaries and wages	1,434,763	1,491,319	715,893	721,005
Social security costs	138,509	138,531	73,057	68,050
Employer contributions to pension schemes	100,126	107,548	49,094	54,376
<b>Total staff costs and employee benefits</b>	<b>1,673,398</b>	<b>1,737,398</b>	<b>838,044</b>	<b>843,431</b>

The number of employees whose employee benefits fell within the following bands are as follows:

	2024 No.	2023 No.
£60,000 - £70,000	-	2
£70,000 - £80,000	2	-
£80,000 - £100,000	-	1

	Group	
	2024 £	2023 £
Key management personnel remuneration	616,568	600,957

The CEO to worker salary ratio is 3.03:1 (2023: 4.52:1). This is in relation to the CEO of parent charity Community Enterprise in Scotland and the lowest paid staff within the CEIS Group.

	2024 No.	2023 No.
The average number of persons, by headcount, employed by the two charities during the year was:	44	42

#### 11. Other Gains/(Losses)

	2024 £	2023 £
FRS102 interest free loan – notional interest	-	(3,704)

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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**12. Net (expenditure)/income for the year**

This is stated after charging:	Group	
	2024	2023
	£	£
Depreciation	39,158	18,642
Auditor's remuneration:		
Audit fees – Company	12,355	11,765
Audit fees – subsidiaries	6,115	13,335
	<u>6,115</u>	<u>13,335</u>

**13. Tangible Fixed Assets**

Group Cost or valuation	Long Leasehold Land & Buildings £	Training & Computer equipment £	Fixtures & Fittings £	Office refurb £	Intangible Assets £	Total £
At 1 April 2023	702,160	92,235	18,523	121,076	-	933,994
Additions	-	1,110	-	-	95,500	96,610
At 31 March 2024	<u>702,160</u>	<u>93,345</u>	<u>18,523</u>	<u>121,076</u>	<u>95,500</u>	<u>1,030,604</u>
<b>Depreciation</b>						
At 1 April 2023	241,061	83,786	18,523	121,076	-	464,446
Charge for the year	14,043	3,323	-	-	21,792	39,158
At 31 March 2024	<u>255,104</u>	<u>87,109</u>	<u>18,523</u>	<u>121,076</u>	<u>21,792</u>	<u>503,604</u>
<b>Net book value</b>						
At 31 March 2024	<u>447,056</u>	<u>6,236</u>	<u>-</u>	<u>-</u>	<u>73,708</u>	<u>527,000</u>
At 31 March 2023	<u>461,099</u>	<u>8,449</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>469,548</u>

Charity Cost or valuation	Long Leasehold Land & Buildings £	Training & Computer equipment £	Fixtures & Fittings £	Office refurb £	Intangible Assets £	Total £
At 1 April 2023	702,160	79,977	18,523	121,076	-	921,736
Additions	-	1,110	-	-	95,500	96,610
At 31 March 2024	<u>702,160</u>	<u>81,087</u>	<u>18,523</u>	<u>121,076</u>	<u>95,500</u>	<u>1,018,346</u>
<b>Depreciation</b>						
At 1 April 2023	241,061	71,528	18,523	121,076	-	452,188
Charge for the year	14,043	3,323	-	-	21,792	39,158
At 31 March 2024	<u>255,104</u>	<u>74,851</u>	<u>18,523</u>	<u>121,076</u>	<u>21,792</u>	<u>491,346</u>
<b>Net book value</b>						
At 31 March 2024	<u>447,056</u>	<u>6,236</u>	<u>-</u>	<u>-</u>	<u>73,708</u>	<u>527,000</u>
At 31 March 2023	<u>461,099</u>	<u>8,449</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>469,548</u>

**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**14. Debtors**

	Group		Charity	
	2024 £	2023 £	2024 £	2023 £
Trade debtors	222,569	163,244	196,894	73,715
Other debtors	158,360	148,052	71,444	159,261
Accrued Income	8,894	-	8,894	-
	<u>389,823</u>	<u>311,296</u>	<u>277,232</u>	<u>232,976</u>

**15. Creditors: amounts falling due within one year**

	Group		Charity	
	2024 £	2023 £	2024 £	2023 £
Loans	51,245	51,245	51,245	51,245
Trade creditors	105,184	263,374	78,014	252,869
Deferred income	24,000	344,050	24,000	295,697
Taxation and social security	77,144	138,288	62,630	119,975
Other creditors	461,441	268,341	444,591	257,404
SPF	121,518	115,000	121,518	115,000
	<u>842,840</u>	<u>1,180,298</u>	<u>789,961</u>	<u>1,092,190</u>

**16. a) Deferred income - Group**

	2024 £	2023 £
Balance as at 1 April 2023	344,050	698,289
Amount released to income earned from charitable activities	(344,050)	(698,289)
Amount deferred in year	24,000	344,050
Balance as at 31 March 2024	<u>24,000</u>	<u>344,050</u>

**16. b) Deferred income - Charity**

	2023 £	2022 £
Balance as at 1 April 2023	295,697	639,700
Amount released to income earned from charitable activities	(295,697)	(639,700)
Amount deferred in year	24,000	295,697
Balance as at 31 March 2024	<u>24,000</u>	<u>295,697</u>

Relates to funding received in advance.



**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**17. Creditors: amounts falling due after more than one year**

	<b>Group</b>		<b>Charity</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Loans	29,191	80,435	29,191	80,435
SPF exit cost	-	6,519	-	6,519
	<u>29,191</u>	<u>86,954</u>	<u>29,191</u>	<u>86,954</u>
Due within one to two years	<u>29,191</u>	<u>86,954</u>	<u>29,191</u>	<u>86,954</u>
	<u><u>29,191</u></u>	<u><u>86,954</u></u>	<u><u>29,191</u></u>	<u><u>86,954</u></u>

**18. Provisions**

	<b>Group</b>		<b>Charity</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Provisions	-	18,000	-	18,000
	<u>-</u>	<u>18,000</u>	<u>-</u>	<u>18,000</u>
	<u><u>-</u></u>	<u><u>18,000</u></u>	<u><u>-</u></u>	<u><u>18,000</u></u>

**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**19. Analysis of charitable funds – Group**

<b>Analysis of Fund movements to March 2024</b>	<b>Restated Fund b/fwd £</b>	<b>Income £</b>	<b>Expenditure £</b>	<b>FRS 102 Notional Interest £</b>	<b>Transfers £</b>	<b>Fund c/fwd £</b>
<b>Unrestricted funds</b>						
Tangible Fixed Asset reserve	469,548	-	39,158	-	96,610	527,000
General funds	162,683	197,675	335,697	-	(96,610)	(71,949)
General funds						
Ayrshire	445,823	337,107	316,437	-	(28,495)	437,998
General funds SVL	57,392	20,316	-	-	-	77,707
<b>Total unrestricted funds</b>	<b>1,135,446</b>	<b>555,098</b>	<b>691,293</b>	<b>-</b>	<b>(28,495)</b>	<b>970,756</b>
<b>Restricted funds</b>						
Just Enterprise 3	-	329,487	329,487	-	-	-
GCC Grants	-	122,396	122,396	-	-	-
Strengthening Communities	-	1,107,000	1,107,000	-	-	-
Just Enterprise 4		1,168,230	1,168,230			
Research into social procurement	-	29,947	29,947	-	-	-
SEI in Higher Education	-	54,639	54,639	-	-	-
International Social Enterprise Observatory	-	72,601	72,601	-	-	-
Dumfries & Galloway	-	14,989	14,989	-	-	-
NAC		908,203	907,016	-	-	1,187
SDS	14,846	5,511	9,023	-	-	11,334
ITA	2,503	50,373	81,371	-	28,495	-
EAC Pipeline	30,496	64,471	51,733	-	-	43,234
<b>Total restricted funds</b>	<b>47,845</b>	<b>3,927,847</b>	<b>3,948,432</b>	<b>-</b>	<b>28,495</b>	<b>55,755</b>
<b>TOTAL FUNDS</b>	<b>1,183,291</b>	<b>4,482,945</b>	<b>4,639,725</b>	<b>-</b>	<b>-</b>	<b>1,026,511</b>

**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**19. Analysis of charitable funds – Group (continued)**

<b>Analysis of Fund movements to March 2023</b>	<b>Fund b/fwd £</b>	<b>Income £</b>	<b>Restated Expenditure £</b>	<b>FRS 102 Notional Interest £</b>	<b>Transfers £</b>	<b>Restated Fund c/fwd £</b>
<b>Unrestricted funds</b>						
Tangible Fixed Asset reserve	484,544	-	19,078	-	4,082	469,548
General funds	(64,253)	548,520	313,798	(3,704)	(4,082)	162,683
General funds Ayrshire	389,978	106,346	50,501	-	-	445,823
General funds SVL	52,502	4,890	-	-	-	57,392
<b>Total unrestricted funds</b>	<b>862,771</b>	<b>659,756</b>	<b>383,377</b>	<b>(3,704)</b>	<b>-</b>	<b>1,135,446</b>
<b>Restricted funds</b>						
Just Enterprise 3	-	1,412,886	1,412,886	-	-	-
GCC Grants	-	153,995	153,995	-	-	-
Strengthening Communities	-	1,332,515	1,332,515	-	-	-
Ready for Business	-	11,320	11,320	-	-	-
Changing Lives	-	2,253	2,253	-	-	-
Through Sport	-	-	-	-	-	-
SEI in Higher Education	-	53,444	53,444	-	-	-
International Social Enterprise Observatory	-	55,970	55,970	-	-	-
Business Services (Kickstart)	17,886	252,194	270,080	-	-	-
SDS	25,548	26,610	37,312	-	-	14,846
LOTS	333	835,034	835,367	-	-	-
SCF	3,828	-	3,828	-	-	-
ITA	-	112,686	110,183	-	-	2,503
EAC Pipeline	-	217,225	186,729	-	-	30,496
North Carrick	-	59,731	59,731	-	-	-
<b>Total restricted funds</b>	<b>47,595</b>	<b>4,525,863</b>	<b>4,525,613</b>	<b>-</b>	<b>-</b>	<b>47,845</b>
<b>TOTAL FUNDS</b>	<b>910,366</b>	<b>5,185,619</b>	<b>4,908,990</b>	<b>(3,704)</b>	<b>-</b>	<b>1,183,291</b>

## **COMMUNITY ENTERPRISE IN SCOTLAND**

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### **NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

#### **19. Analysis of charitable funds – Group (continued)**

- a) The unrestricted funds are available to be spent for any of the purposes of the charity.
- Tangible Fixed Assets Reserve – represents the Net Book Value of the charity's fixed assets less applicable loan balances.
  - General Funds - retained reserves from charitable activities.
- b) Restricted funds comprise:

**GCC Integrated Grant Fund** - allows for the provision of business support to Glasgow based third sector organisations.

**International Social Enterprise Observatory (ISEO)** - is an initiative in Scotland to harvest learning from across the world, support Scottish social enterprises to internationalise and to demonstrate global citizenship through collaboration and partnership.

**SEI** - is a programme with CEIS as the Scottish licensee to provide digital learning resources for social enterprises and social entrepreneurs, developed by the Social Enterprise Institute (SEI) in Canada.

**Just Enterprise 3** - is a Scottish Government programme providing a range of business support and learning services to social entrepreneurs and enterprising third sector organisations across Scotland. CEIS leads the Just Enterprise consortium and the contract was renewed in 2014 and will run to May 2016 with options for extension for a further two years.

**Just Enterprise 4** – is a Scottish Government contract for the delivery of business support to enterprising third sector organisations.

**ITA** - is a service which provides short training courses to clients eligible for funding through SDS Individual Learning Accounts Funding. This is paid directly from Scottish Government.

**Ready for Business (Procurement)** - is a Scottish Government funded programme which supports stronger engagement between public sector buyers and third sector suppliers.

**Changing Lives Through Sport** - is a project which offers business support to sports and physical activity focussed third sector sporting organisations across Scotland.

**EAC Pipeline** – This is an engagement and barrier removal service for those further away from the labour market, with training included. This service links into the rest of the East Ayrshire Council Pipeline contracts.

**North Carrick** – Funding received for a range of research and development activities for investment ready projects.

**Research into social procurement** – is a Scottish Government contract for research into the content and quality of public sector body annual procurement reports.

**NAC** – this is a contract with North Ayrshire Council. CEIS Ayrshire was the preferred supplier for two contracts – Case Management and Job Brokerage. End to end provision to include keyworker support and skills and training interventions across all stages of the pipeline. This also includes employer and business engagement support for pipeline services, supporting progression to a positive and sustained destination of employment or education.

**Strengthening communities** - CEIS is resourced from Scottish Government to support clients to build capacity and improve their potential as community anchor organisations.

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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**20. Analysis of charitable funds - Charity**

<b>Analysis of Fund movements to March 2024</b>	<b>Fund b/fwd £</b>	<b>Income £</b>	<b>Expenditure £</b>	<b>FRS 102 Notional Interest £</b>	<b>Transfers £</b>	<b>Fund c/fwd £</b>
<b>Unrestricted funds</b>						
Tangible Fixed Asset reserve	469,548	-	39,158	-	96,610	527,000
General funds	162,683	301,779	439,801	-	(96,610)	(71,949)
<b>Total unrestricted funds</b>	<b>632,231</b>	<b>301,779</b>	<b>478,959</b>	<b>-</b>	<b>-</b>	<b>455,051</b>
<b>Restricted funds</b>						
Just Enterprise 3	-	329,487	329,487	-	-	-
Just Enterprise 4	-	1,168,230	1,168,230	-	-	-
GCC Grants	-	122,396	122,396	-	-	-
Strengthening in communities		1,107,000	1,107,000	-	-	-
Research into Social Procurement		29,947	29,947	-	-	-
Dumfries & Galloway	-	14,989	14,989	-	-	-
SEI in Higher Education	-	54,639	54,639	-	-	-
International Social Enterprise Observatory	-	72,601	72,601	-	-	-
<b>Total restricted funds</b>	<b>-</b>	<b>2,899,289</b>	<b>2,899,289</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL FUNDS</b>	<b>632,231</b>	<b>3,201,068</b>	<b>3,378,248</b>	<b>-</b>	<b>-</b>	<b>455,051</b>

**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**20. Analysis of charitable funds – Charity (continued)**

Analysis of Fund movements to March 2023	Fund b/fwd £	Income £	Expenditure £	FRS 102 Notional Interest £	Transfers £	Fund c/fwd £
<b>Unrestricted funds</b>						
Tangible Fixed Asset reserve	484,544	-	19,078	-	4,082	469,548
General funds	(64,253)	646,113	411,391	(3,704)	(4,082)	162,683
<b>Total unrestricted funds</b>	<u>420,291</u>	<u>646,113</u>	<u>430,469</u>	<u>(3,704)</u>	<u>-</u>	<u>632,231</u>
<b>Restricted funds</b>						
Just Enterprise 3	-	1,412,886	1,412,886	-	-	-
GCC Grants	-	153,995	153,995	-	-	-
Investing in Communities	-	1,332,515	1,332,515	-	-	-
Ready for Business	-	11,320	11,320	-	-	-
Changing Lives Through Sport	-	2,253	2,253	-	-	-
SEI in Higher Education	-	53,444	53,444	-	-	-
International Social Enterprise Observatory	-	55,970	55,970	-	-	-
<b>Total restricted funds</b>	<u>-</u>	<u>3,022,383</u>	<u>3,022,383</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL FUNDS</b>	<u>420,291</u>	<u>3,668,496</u>	<u>3,452,852</u>	<u>(3,704)</u>	<u>-</u>	<u>632,231</u>

**21. Net group assets over funds**

Net Group Assets to March 2024	Unrestricted Funds £	Restricted Funds £	Total 2024 £
Fixed assets	527,000	-	527,000
Investments	77,983	-	77,983
Debtors	389,823	-	389,823
Cash at bank and in hand	847,981	55,755	903,736
Creditors falling due within one year	(872,031)	-	(872,031)
	<u>970,756</u>	<u>55,755</u>	<u>1,026,511</u>
<b>Net Group Assets to March 2023</b>	<b>As restated Unrestricted Funds £</b>	<b>As restated Restricted Funds £</b>	<b>Total 2023 £</b>
Fixed assets	469,548	-	469,548
Investments	57,644	-	57,644
Debtors	311,296	-	311,296
Cash at bank and in hand	1,582,210	47,845	1,630,055
Creditors falling due within one year	(1,180,298)	-	(1,180,298)
Creditors falling due after more than one year	(86,954)	-	(86,954)
Provisions	(18,000)	-	(18,000)
	<u>1,135,446</u>	<u>47,845</u>	<u>1,183,291</u>

**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**22. Reconciliation of net income/(expenditure) to net cash flow from operating activities**

	Group		Charity	
	2024 £	2023 £	2024 £	2023 £
Net (deficit)/income for the year (as per the Statement of Financial Activities)	(156,780)	268,035	(177,180)	211,940
Adjustments for:				
Depreciation charges	39,158	18,642	39,158	18,642
Interest from investments	-	-	-	-
Other finance income	(20,316)	-	-	-
(Increase)/decrease in debtors	(91,534)	122,733	(44,255)	50,082
Increase/(decrease) in creditors	(295,283)	(251,191)	(273,064)	(220,694)
(Decrease) in provisions	(18,000)	-	(18,000)	-
<b>Net cash (used in)/provided by operating activities</b>	<b>(542,755)</b>	<b>158,219</b>	<b>(473,341)</b>	<b>59,970</b>

**23. Analysis of cash and cash equivalents**

	Group		Charity	
	2024 £	2023 £	2024 £	2023 £
Cash in hand	903,736	1,630,055	469,694	1,126,599
<b>Total cash and cash equivalents</b>	<b>903,736</b>	<b>1,630,055</b>	<b>469,694</b>	<b>1,126,599</b>

**24. Investments and Consolidation**

Group	2024 £	2023 £
Ordinary Shares Social Value Lab	2	2
Consolidated Reserves Social Value Lab	77,706	57,392
SEN Bonds	275	250
	<b>77,983</b>	<b>57,644</b>

Company	2024 £
At 1 April 2023 and 31 March 2024	<b>277</b>

Company	2023 £
At 1 April 2022 and 31 March 2023	<b>252</b>

Investments comprise 2 ordinary £1 shares in Social Value Lab Limited.

**COMMUNITY ENTERPRISE IN SCOTLAND**  
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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**24. Investments and Consolidation (continued)**

➤ **CEIS Ayrshire – SC327751**

**A company limited by guarantee**

Community Enterprise in Scotland is the sole member of CEIS Ayrshire and therefore controls its activities. Community Enterprise in Scotland provided management services for CEIS Ayrshire. At the year-end CEIS Ayrshire owed CEIS £13,163 (2023 - £62,790), and CEIS owed CEIS Ayrshire £nil (2023: £nil).

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
Surplus/(loss) for the period ended 31 March 2024	85	59,095
Aggregate capital and reserves at 31 March 2024	493,753	493,668

➤ **Social Value Lab Ltd – SC386140**

**A company limited by share capital**

The company is incorporated as a company limited by share capital. Social Value Lab Ltd (SVL) is a joint venture.

This company has had 50% of its surplus consolidated into the activities of CEIS as 50% of its shares are owned by CEIS.

Sales of £83,091 (2023: £86,933) were made by SVL to CEIS during the year. SVL purchased £22,800 (2023: £6,971) of goods or services during the year from CEIS. SVL declared CEIS gift aid of £22,000 in 2024 (2023: £12,822). At the end of the year CEIS owed SVL £18,037 (2023: £8,992) and SVL owed CEIS £12,382 (2023: £34,531)

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
Surplus for the period ended 31 March 2024	20,316	9,779
Aggregate capital and reserves at 31 March 2024	77,706	99,610

➤ **Ready for Business Procurement LLP – SO303543**

**A limited liability partnership**

This entity was incorporated as a limited liability partnership. Ready for Business LLP is a joint venture. At the end of the year Ready for Business Procurement LLP owed CEIS £nil (2023 - £nil).

This company has no surplus.	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
Surplus for the year ended 31 December 2024	-	-
Aggregate capital and reserves at 31 December 2024	-	-



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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**25. Operating Lease Commitments**

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, as follows:

	<b>Group</b>		<b>Charity</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Due within one year	1,954	1,954	582	582
Due within one to two years	<u>2,332</u>	<u>4,286</u>	<u>2,328</u>	<u>2,910</u>
	<u>4,286</u>	<u>6,240</u>	<u>2,910</u>	<u>3,492</u>

**26. Pension Obligations**

The Board approved a decision to exit Strathclyde Pension Scheme on 31 March 2017 for the future sustainability of the company. This gave rise to an exit cost of £1,000,000 which has been fully accounted for. The Strathclyde Pension Scheme was a defined benefit scheme which has now been replaced with the company defined contribution scheme. Details of the outstanding balances can be found in notes 15 and 17.

**27. Prior Year Adjustment**

During the year it became apparent that restricted expenditure had previously been incorrectly classified as unrestricted within CEIS Ayrshire financial statements. Accordingly, group restricted and unrestricted funds brought forward at 1 April 2023 have been reclassified and group expenditure in the year to 31 March 2024 has been reclassified. There is no overall impact on the previously reported net surplus.

	<b>2023</b>
	<b>£</b>
Unrestricted Funds brought forward as previously reported	1,121,484
Unrestricted Funds reclassified as restricted	13,962
Unrestricted funds brought forward as restated	1,135,446
	<b>2023</b>
	<b>£</b>
Unrestricted Surplus as previously reported	258,713
Expenditure reclassified as restricted	13,962
Unrestricted surplus as restated	272,675

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**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

**27. Prior Year Adjustment (continued)**

	<b>2023</b>
	<b>£</b>
Restricted Surplus as previously reported	14,212
Expenditure reclassified as restricted	(13,962)
Restricted surplus as restated	250

	<b>2023</b>
	<b>£</b>
Restricted funds forward as previously reported	61,807
Restricted Fund reclassified as restricted	(13,962)
Restricted Funds brought forward as restated	47,845