

REGISTERED COMPANY NUMBER: SC592235 (Scotland)
REGISTERED CHARITY NUMBER: SC050980

Report of the Trustees and
Financial Statements for the Year Ended 31st March 2025
for
KPT Development Trust

Farries Kirk & McVean
Dumfries Enterprise Park
Heathhall
Dumfries
DUMFRIESSHIRE
DG1 3SJ

KPT Development Trust
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for the Year Ended 31st March 2025

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KPT Development Trust
Report of the Trustees
for the Year Ended 31st March 2025

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st March 2025. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The company has been formed to benefit the communities of Keir, Penpont and Tynron which comprise the Community Council areas of Keir, Penpont Tynron ("the Community") with the following objects:

- (1) The advancement of community development (including sustainability, employment and the advancement of rural regeneration) within the Community recognising the diversity within the three areas involved;
- (2) The provision of facilities, or the organisation of activities, with the object of improving the conditions of life for the persons for whom the facilities or activities are primarily intended;
- (3) To provide for the relief of those in need by reason of age, ill health, disability, financial hardship or other disadvantage;
- (4) The advancement of environmental protection or improvement; (5) The advancement of the arts, heritage, culture or science.

ACHIEVEMENT AND PERFORMANCE

We aim to meet our objectives by delivering activities desired by the local community, in a way that is sustainable environmentally, socially, and financially. This means promoting a circular economy, using local skills and expertise, sourcing funding that can be spent locally, using local providers and partners where possible, and being mindful of our environmental impact and cultural heritage.

Our achievements throughout the year include:

- Successfully appointed a full-time Project Development Officer
- Continued to employ a part-time Gardener to progress Bridgend Community Garden, share gardening knowledge and skills through outreach activities.
- Funding secured enabling recruitment and paid opportunities for Freelance Activity Providers from within the KPT area to deliver Health & Wellbeing Activities including Yoga, Shiatsu & Specialised Art Workshops.
- Working with partners over the year to design and deliver activities for the community. Partners include NHS (Nithsdale Health Improvement Team; NHS Community Link Workers; Thornhill Medical Centre; Social Registered Landlords, including Loreburn and Wheatley Group, Dumfries and Galloway Council Active Communities, local school – Penpont Primary, Keir and Penpont Community Councils and Third Sector Dumfries and Galloway.
- Maintaining a local hub in Penpont for KPT area residents, visitors and tourists. The full-time Development Officer presence means we offer support with a range of online/digital tasks, printing, meeting space, group work/activities, hot desking, printing services, information sharing, displaying the weekly bulletin, running surgeries relevant to surveys/community led action (particularly for those digitally excluded and/or illiterate. We display posters of up and coming activities/events, local news or items of general public interest e.g. bus timetables and undertake general sign posting to assist residents.
- Via our trading subsidiary (KPT Community Trading Ltd) the Three Villages Café, we offered subsidised community food sharing activities such as Warm Wednesday's and Thrifty Thursday's – aimed at ensuring a warm space for residents providing a subsidised homecooked nutritious meal and social contact.
- A project was developed to raise awareness and combat issues to alleviate Period Poverty; there are now products available in each of the main Community venues & community sharing boxes located in Penpont, Keir & Glenmidge.
- We continued to prioritise activities tackling social justice issues, such as free packed lunches were provided throughout KPT's Amazing Summer activities in order to remove barriers to participation and alleviate holiday hunger. Surplus fresh produce is distributed to the wider community via a Produce box located in the Bridgend Community Garden, the community sharing boxes and the community larder located outside the Three Villages Café, often those with skills including chutney, jam, and preserve making, take away raw food items to cook and jar up to be shared with the wider community. Mostly all activities designed and delivered will offer free or low-cost food wherever funding allows.
- Via our trading subsidiary (KPT Community Energy & Efficiency Ltd), we continued to operate the community hydropower station, generating and selling electricity to create financial benefits to the community via a community benefit fund. 13 local projects were funded via the Community Benefit Fund: including home insulation, children's craft activities, seasonal community events e.g. Halloween & Bonfire. Free Rural Health & Wellbeing Activities, community gardener, path maintenance, village hall broadband and Friendship Club Burns Supper.
- We continue to embed environmental ethical practice in the design and delivery of our work. The trust has been involved with Community Clear/Clean Ups in the main street areas, litter picks, maintenance of the Active Travel Path and the adoption of Permaculture. Craft activities have been delivered utilising recycling, reuse and reduce waste practices. Reducing food waste and food miles for the community café is a key area of interest. Increasing Biodiversity and Native Species is also of critical importance e.g. sowing wildflowers, and growing flowers to encourage pollinators within our hedgerows, verges and community garden. Native Hedges including berry producing have also been planted for human food foraging and birds/insects/invertebrates at intersections along the Active Travel Path, the Hydro Site and the community garden.
- We continue to promote and raise awareness of our cycling heritage alongside trying to promote our Active Travel Path and encourage low carbon transport activities e.g. Community Transport, Walking and Cycling etc.

CHARITABLE ACTIVITIES

We continued to deliver several ongoing projects during the year, established new projects and reviewed our role in others. The most significant achievement of 24/25 was the completion of the Active Travel Path phase 1B1, connecting the new section to phase 1A, resulting in a fully accessible path from Penpont to west of the Nith bridge on the outskirts of Thornhill.

In addition, we delivered a calendar of events for the community:

- May Bank Holiday Weekend we held the Kirkpatrick Macmillan Rally – this includes led rides throughout the weekend, camping, catering, cinema, quiz nights etc. It is a great opportunity to bring local people together with visitors belonging to cycling clubs throughout the UK.
- Amazing Summer Programme of Activities – delivered over the course of three weeks June, July and August aimed at children/young people aged from 5 – 16 (18) Activities include a range of art and craft, outdoor woodland learning, community cinema, horticulture based activities, conservation and ecology learning as well as organised bus trips to visit places of interest e.g. Ernespie Farm. Free Packed Lunches, Walking Buses and low carbon practices embedded throughout – overall 50 participants registered.
- Penpont Local Place Plan developed via a healthy partnership involving community stakeholders from Community Council, local school, local businesses, and residents. Events included Free Pizza & Milkshake Event, Coffee Morning and a Tea Party, plus midweek surgeries to assist those who may be digitally excluded or be faced with barriers to participation e.g. IT or Literacy.
- Family Cycling Event – September a weekend of Family Cycling Fun with Muckmadden Pump Track, Bike Gem Workshops, D&G Council Youth Work, D&G Community Safety Team, Dumfries and Galloway Climate Hub, Children's Corner, Bikes, Dr Bike, Bicycle Gem workshop, Badge Making BBQ etc. ALF, FRBE 60 + individuals recorded using the Pump Track and 28 registered for the Sunday Mass Bik Ride Out.

FINANCIAL REVIEW**Investment Policy and Performance**

Cash deposits are regularly reviewed to ensure that a suitable rate of return is earned and risks are managed.

Principal Income Funding Sources

The Trust relies on funds from a variety of sources for its core costs, including local Community Councils, grants from trusts and foundations, and rental income from the Community Hydropower Station. The Trust also seeks project specific funding to deliver services and activities for the local community. Such projects are only adopted in the context of prior funding availability to ensure that the Trust is not placed in a restricted financial position.

Provision of Grant Funding

The Trust operates a Community Benefit Fund from the sale of electricity generated by the Community Hydropower Station. Applications received from individuals and local groups are considered in conjunction with the objectives of the Trust.

Reserves Policy

An unrestricted reserve has been accumulated over the years which allows us to deliver projects which are funded retrospectively (as almost all projects are) and to support our core costs. Maintaining this reserve is vital for cashflow and for ensuring that immediate funds are available to cover any unforeseen events or shortfall. The Board's strategy is to endeavour to have a minimum of three month's core operational costs held in reserve.

Unrestricted Funds

The trust relies on unrestricted funds for its core operating costs. Each year, applications are made to the three local community councils (Penpont, Keir and Tynron) towards core costs. These are topped up with applications for small grants from trusts and foundations. Using full cost recovery principles, smaller amounts are drawn from project funds towards the core cost element. In addition, annual rent from the community hydropower, bank interest and small income generated from activities, makes up the required funds to cover core costs. This approach spread the income across a variety of sources and helps reduce risk and improve financial sustainability.

Restricted Funds

Group closing unrestricted funds amounted to £284,133 (2024, £329,271) which is in line with the reserves policy.

Going Concern

The Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for a period of not less than twelve months. The Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

Principal Risks and Uncertainties

At each Board meeting, the Trustees consider emerging risks for all 3 companies, discusses current pertinent risks related to projects, and provides direction to staff on mitigating actions.

KPT Development Trust
Report of the Trustees
for the Year Ended 31st March 2025

FUTURE PLANS

For the year ahead 2025/2026, the Trust has several projects planned, along with a calendar of regular activities throughout the year and work focussed on improving the governance and running of the Trust:

- Complete the final two stages of the Active Travel Path, ensuring its completion from Penpont village into Thornhill
- Secure land towards an ambitious community housing build project
- Recruit a part-time Finance and Admin officer
- Improve admin functions, streamline monthly finance and admin tasks, bring all finance tasks in-house, collocate all grant, funding and finance documentation and create a year-end audit process.
- Improve digital security, use of digital storage and software applications
- Establish a company wide risk management policy with risk register
- Build on the cycling heritage theme and low carbon communities theme
- Explore opportunities to develop a tourism strategy looking at outdoor activities increasing low carbon practices and encouraging footfall/visitors e.g. walking, cycling, hill running
- Strengthening opportunities for partnership working to identify a viable community energy/ownership project
- Encourage wider take up from residents within the KPT area of the Community benefit Fund (CBF)
- Continue developing the Three Villages Community Café and source subsidies for the social element of the café's approach
- Improve the Trust office as a place to work and community hub offering facilities

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The company, which is a recognised charity in Scotland, is a charitable company limited by guarantee and was set up by a Memorandum of Association on 22nd March October 2018.

There have been no changes in the objectives since the last annual report.

Method of Appointment or Election of Directors

The management of the company is the responsibility of the Directors who are elected and co-opted under the terms of the Memorandum and Articles of Association.

Organisational Structure

The Directors of the Company during the period are shown on page X. New Directors are elected annually at the Annual General Meeting by a process of nomination. The posts of Chair, Vice Chair, Treasurer and Secretary are elected within the Board. Directors collectively set the strategy and objectives for the year ahead at a designated meeting.

Directors share collective responsibility for the global running of the Trust and its trading subsidiaries. In addition Directors take the lead on thematic areas of operation, such as the active travel path, community garden, café, hydropower station and housing project.

The day-to-day running of the office and community projects is delivered by the Development Officer who is line-managed by the Chair.

Company Formation/Development

The Board of Directors met 12 times during the year, generally meeting on the second Thursday of each month.

Arrangements for setting pay and remuneration of key management personnel and any benchmarks, parameters or criteria used

Remuneration of personnel is determined annually by the Board, taking into account the employees' level of responsibility and salaries paid for comparable posts by similar organisations in the area, as well as any funding constraints.

Related Parties

KPT Community Trading Ltd and KPT Community Energy and Efficiency Limited are wholly owned subsidiaries of KPT Development Trust.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
SC592235 (Scotland)

Registered Charity number
SC050980

Registered office

Main Street
Penpont
Thornhill
Dumfries And Galloway
DG3 4BP

Trustees

C A Buck
F M Diamond
D A Foster (appointed 31.10.24)
M Halkett
A M Lane (appointed 31.10.24)
K Mink (resigned 05.06.25)
R E Muir (appointed 25.4.24)
C Shirley
K Wheeler (resigned 27.02.025)
I B Wilson (resigned 15.04.25)

Auditors

Farries Kirk & McVean
Dumfries Enterprise Park
Heathhall
Dumfries
DUMFRIESSHIRE
DG1 3SJ

KPT Development Trust
Report of the Trustees
for the Year Ended 31st March 2025

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of KPT Development Trust for the purposes of company law) are responsible for preparing the Report of the Trustees 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. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company 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 charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. 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 auditors are 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 auditors are aware of that information.

AUDITORS

The auditors, Farries Kirk & McVean, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 13 November 2025 and signed on its behalf by:

Maureen Hallett

.....
Trustee

**Report of the Independent Auditors to the Members of
KPT Development Trust**

Opinion

We have audited the financial statements of KPT Development Trust (the parent charitable company) and its subsidiaries (the 'group') for the year ended 31st March 2025 which comprise the Statements of Financial Activities, the Balance Sheet, the group Cash Flow Statement 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 (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31st March 2025 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent 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, may cast a 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.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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.

Options 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 for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- 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 the 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 Report of the Trustees.

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

- adequate and proper accounting records have not been kept 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 trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Report of the Independent Auditors to the Members of
KPT Development Trust

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, 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's 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 and parent charitable company or to cease operations, or have no realistic alternative but to do so.

Our 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 a Report of the Independent Auditors 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:

Identifying and assessing potential risks related to irregularities

Enquiring with management and trustees, including obtaining and reviewing supporting documentation, concerning the charities policies and procedures relating to:

- Identifying, evaluating and complying with laws and regulations and whether they were aware of any instances on non-compliance;
- Detecting and responding to the risks of fraud and whether they have any knowledge of any actual, suspected or alleged fraud; and
- The internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations;

Discussing with the engagement team how and where fraud might occur in the financial statements and any potential indicators of fraud. Obtaining an understanding of the legal and regulatory framework that the charity operates in, focussing on those laws and regulations that had a direct effect on the financial statements. These areas were identified through enquiries with trustees, management and our knowledge and understanding of the charity accumulated throughout the audit and our sector-specific experience.

Audit responses to risks identified

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud being accounted for grant income.

In addition to the above, our procedures to respond to the risks identified included in the following:

- Reviewing the financial statement disclosures and testing and supporting documentation to assess compliance with relevant laws and regulations identified as having a direct effect on the financial statements;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate the risk of material misstatement due to fraud;
- Testing of grant income receivable and ensuring these were received;
- Reading minutes of trustee meetings;
- In addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments.

**Report of the Independent Auditors to the Members of
KFT Development Trust**

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

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 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 Independent Auditors

Use of our 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 Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and the trustees those matters we are required to state to them in an auditors' 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.

Gerald McGill, BA CA (Senior Statutory Auditor)
for and on behalf of Farries, Kirk and McVean
Chartered Accountants & Statutory Auditor
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
Dumfries Enterprise Park
Heathhall
Dumfries
DUMFRIESSHIRE
DG1 3SJ

13 November 2025

KPT Development Trust

Consolidated Statement of Financial Activities
(Incorporating Consolidated Income and Expenditure Account)
for the Year Ended 31st March 2025

	Notes	Unrestricted fund £	Restricted funds £	2025 Total funds £	2024 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	62,843	544,007	606,850	1,072,016
Other trading activities	3	118,307	-	118,307	93,644
Investment income	4	<u>3,351</u>	<u>-</u>	<u>3,351</u>	<u>3,136</u>
Total		<u>184,501</u>	<u>544,007</u>	<u>728,508</u>	<u>1,168,796</u>
EXPENDITURE ON					
Raising funds	5	102,425	-	102,425	70,456
Charitable activities					
Charitable Activities	6	<u>127,214</u>	<u>8,605</u>	<u>135,819</u>	<u>109,765</u>
Total		<u>229,639</u>	<u>8,605</u>	<u>238,244</u>	<u>180,221</u>
NET INCOME/(EXPENDITURE)		(45,138)	535,402	490,264	988,575
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>329,271</u>	<u>1,528,703</u>	<u>1,857,974</u>	<u>869,399</u>
TOTAL FUNDS CARRIED FORWARD	17	<u>284,133</u>	<u>2,064,105</u>	<u>2,348,238</u>	<u>1,857,974</u>

The notes form part of these financial statements

KPT Development Trust

**Charity Statement of Financial Activities
(Incorporating Income and Expenditure Account)
for the Year Ended 31st March 2025**

	2025	2024			
	£	£			
	Total funds	Total funds	Restricted funds	Unrestricted fund	Notes
INCOME AND ENDOWMENTS FROM					
Donations and legacies	638,432	1,104,215	544,007	94,425	2
Investment income	2,663	2,558	-	2,663	4
Total	641,095	1,106,773	544,007	97,088	
EXPENDITURE ON					
Charitable activities	137,116	118,405	8,605	128,511	6
Projects	137,116	118,405	8,605	128,511	
Total	137,116	118,405	8,605	128,511	
NET INCOME/(EXPENDITURE)	503,979	988,368	535,402	(31,423)	
RECONCILIATION OF FUNDS					
Total funds brought forward	1,828,350	839,982	1,528,703	299,647	
TOTAL FUNDS CARRIED FORWARD	2,332,329	1,828,350	2,064,105	268,224	17

KPT Development Trust
Consolidated Balance Sheet
31st March 2025

	Notes	Unrestricted fund £	Restricted funds £	2025 Total funds £	2024 Total funds £
FIXED ASSETS					
Tangible assets	12	232,525	1,940,538	2,173,063	1,665,584
CURRENT ASSETS					
Stocks	13	750	-	750	750
Debtors	15	7,412	168,777	176,189	63,316
Cash at bank and in hand		<u>56,260</u>	<u>164,005</u>	<u>220,265</u>	<u>233,075</u>
		64,422	332,782	397,204	297,141
CREDITORS					
Amounts falling due within one year	16	(12,814)	(209,215)	(222,029)	(104,751)
NET CURRENT ASSETS		<u>51,608</u>	<u>123,567</u>	<u>175,175</u>	<u>192,390</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>284,133</u>	<u>2,064,105</u>	<u>2,348,238</u>	<u>1,857,974</u>
NET ASSETS		<u>284,133</u>	<u>2,064,105</u>	<u>2,348,238</u>	<u>1,857,974</u>
FUNDS	17				
Unrestricted funds				284,133	329,271
Restricted funds				<u>2,064,105</u>	<u>1,528,703</u>
TOTAL FUNDS				<u>2,348,238</u>	<u>1,857,974</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 13 November 2025 and were signed on its behalf by:

.....*Macrae Hallett*.....
Trustee

KPT Development Trust

Consolidated Cash Flow Statement
for the Year Ended 31st March 2025

	Notes	2025 £	2024 £
Cash flows from operating activities			
Cash generated from operations	1	<u>513,786</u>	<u>1,093,281</u>
Net cash provided by operating activities		<u>513,786</u>	<u>1,093,281</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(529,947)	(1,155,037)
Sale of tangible fixed assets		-	3,202
Interest received		<u>3,351</u>	<u>3,136</u>
Net cash used in investing activities		<u>(526,596)</u>	<u>(1,148,699)</u>
Cash flows from financing activities			
Inter company loan timing		-	(9,096)
Net cash provided by/(used in) financing activities		-	(9,096)
Change in cash and cash equivalents in the reporting period		(12,810)	(64,514)
Cash and cash equivalents at the beginning of the reporting period	2	<u>233,075</u>	<u>297,589</u>
Cash and cash equivalents at the end of the reporting period	2	<u>220,265</u>	<u>233,075</u>

The notes form part of these financial statements

KPT Development Trust

Notes to the Consolidated Cash Flow Statement
for the Year Ended 31st March 2025

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES		2025	2024
Net income for the reporting period (as per the Statement of Financial Activities)		£	£
Adjustments for:			
Depreciation charges	22,468	26,410	
Interest received	(3,351)	(3,136)	
Decrease in stocks	-	250	
Increase in debtors	(112,873)	(1,012)	
Increase in creditors	117,278	82,194	
Net cash provided by operations	513,786	1,093,281	
2. ANALYSIS OF CHANGES IN NET FUNDS			
Net cash		£	£
Cash at bank and in hand	233,075	220,265	
Total	233,075	(12,810)	220,265

KPT Development Trust

Notes to the Financial Statements **for the Year Ended 31st March 2025**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Group financial statements

These financial statements consolidate the results of the charity and its two wholly owned subsidiaries 'KPT Community Trading Ltd' and 'KPT Community Energy and Efficiency Ltd'.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received, and the amount can be measured reliably.

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 grant have been met, it is probable that the income will be received, and the amount can be measured reliably and is not deferred.

Interest receivable 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.

Government Grants

Grants relating to revenue are recognised in income on a systematic basis over the periods in which the entity recognises the related costs for which the grant is intended to compensate.

Grants that become receivable as compensation for expenses or losses already incurred or for the purposes of giving immediate financial support to the entity with no future related costs shall be recognised in income in the period in which it becomes receivable.

Expenditure

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 a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Governance Costs

Governance costs are those incurred in connection with the administration of the company and compliance with constitutional and statutory requirements.

Going concern

The trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for a period of not less than twelve months. The trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

Allocation and apportionment of costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities the charity identify the costs which relate to its support functions and then identify those which relate to the governance function. Having identified its governance costs, the remaining support costs together with governance are apportioned to the key charitable activities undertaken in the year.

ACCOUNTING POLICIES - continued

1.

Tangible fixed assets

Tangible fixed assets costing £500 or more are capitalised and recognised when future economic benefits are probable, and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful life, using a combination of the straight line and reducing balance methods.

Depreciation is provided on the following basis:

Fixtures and Fittings	- 15% on reducing balance
Land	- Not depreciated
Path	- To be depreciated on completion of the asset

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Consolidated statement of financial activities.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete / slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

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

Investment income, gains and losses are allocated to the appropriate fund.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Donated Goods

Donated professional services and donated facilities are recognised as income when the charity has control over them, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time is not recognised. More information on volunteers' contribution to the Charity is detailed in the Report of the Trustees.

Company status

The company is a company limited by guarantee. The members of the company are the Directors named on page 2. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

Financial Assets

Basic financial assets, including trade and other debtors and bank balances, are initially recognised at transaction price. At the end of each reporting period financial assets measured at cost are assessed for evidence of impairment. Any impairment loss is recognised in the Statement of Financial Activities. Financial assets are derecognised when the contractual rights to the cash flows from the asset expire or are settled.

Financial liabilities

Basic financial liabilities, including trade and other creditors are initially recognised at transaction price. Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. These are classed as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

KPT Development Trust
Notes to the Financial Statements
for the Year Ended 31st March 2025

2. DONATIONS AND LEGACIES

	Group		Charity	
	2025	2024	2025	2024
	£	£	£	£
Donations	<u>1,262</u>	<u>5,858</u>	<u>32,224</u>	<u>38,056</u>

RENTS RECEIVED

	Group		Charity	
	2025	2024	2025	2024
	£	£	£	£
Rents received	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>

GRANTS RECIEVED

	Group		Charity	
	2025	2024	2025	2024
	£	£	£	£
Grants	<u>600,588</u>	<u>1,061,158</u>	<u>598,835</u>	<u>1,061,158</u>

Grants received, included in the above, are as follows:

	2025	2024
	£	£
D&G Council Grant	422,061	70,546
National Lottery	1,500	9,130
Penpont Community Council	13,200	9,300
Scottish Government	-	6,450
Scottish Land Fund	-	10,140
KPM	-	304
Cycling Scotland	-	3,129
Foundation Scotland	15,250	-
Sustrans	127,737	948,433
Scottish Community	-	125
Keir Community Council	4,100	-
Paths for All Scotland	9,005	-
Plunkett Foundation	2,000	-
Scottish Councils for Voluntary Organisation	982	-
E B Scotland	2,000	-
Other grants and grants to KPT Trading	<u>2,753</u>	<u>3,601</u>
	<u>600,588</u>	<u>1,061,158</u>

KPT Development Trust

Notes to the Financial Statements - continued
for the Year Ended 31st March 2025

3. OTHER TRADING ACTIVITIES	2025		2024		2025	2024
	Trading income	£	Trading income	£	Charity	Charity
	86,784	31,523	50,762	42,882	-	-
		£		£		
	118,307		93,644		=	=
4. INVESTMENT INCOME	2025		2024		2025	2024
	Group	£	Group	£	Charity	Charity
	3,351		3,136		2,663	2,558
	£		£		£	£
	2025		2024		2025	2024
	Deposit account interest					
5. RAISING FUNDS	2025		2024		2025	2024
	Group	£	Group	£	Charity	Charity
	Opening stock				750	1,000
	Closing stock				(750)	(750)
	Staff costs				43,093	28,600
	Purchases				31,790	23,504
	Rent				10,400	9,050
	Rates and water				534	389
	Light and heat				6,365	4,189
	Repairs to property				2,885	1,493
	Telephone				1,076	184
	Sundry expenses				372	627
	Accountancy fees				2,050	1,440
	Bank charges				768	730
	Insurance				1,009	-
	Repairs and renewals				634	-
	Professional fees				1,449	-
					102,425	70,456
6. CHARITABLE ACTIVITIES COSTS	2025		2024		2025	2024
	Group	£	Group	£	Charity	Charity
	Grant funding of activities (see note 7)				Support costs (see note 8)	Totals
	Direct Costs				£	£
	130,419		131,716		5,400	135,819
	£		£		£	
	- Group		- Charity			
	Charitable Activities		Charitable Activities			

KPT Development Trust

Notes to the Financial Statements - continued
for the Year Ended 31st March 2025

7. SUPPORT COSTS

Charitable Activities - Group

Auditors' remuneration

Governance
costs
£
5,400

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	Group		Charity	
	2025	2024	2025	2024
	£	£	£	£
Auditor's remuneration	5,400	6,000	5,400	3,000
Depreciation – owned assets	<u>22,468</u>	<u>26,410</u>	<u>22,468</u>	<u>26,410</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st March 2025 nor for the year ended 31st March 2024.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st March 2025 nor for the year ended 31st March 2024.

10. STAFF COSTS

	2025	2024
	£	£
Wages and salaries	<u>70,250</u>	<u>28,600</u>
	<u>70,250</u>	<u>28,600</u>

The average monthly number of employees during the year was as follows:

	Group		Charity	
	31/03/25	31/03/24	31/03/25	31/03/24
	£	£	£	£
Development Officer	1	1	1	1
Café Employees (all part-time)	<u>12</u>	<u>12</u>	<u>1</u>	<u>1</u>
	<u>13</u>	<u>13</u>	<u>2</u>	<u>2</u>

No employees received emoluments in excess of £60,000.

11.

INCOME AND ENDOWMENTS FROM Donations and legacies

INCOME AND ENDOWMENTS FROM		
Unrestricted fund	Restricted funds	Total funds
£	£	£
5,858	1,066,158	1,072,016
93,644	-	93,644
3,136	-	3,136
102,638	1,066,158	1,168,796
Total		
EXPENDITURE ON		
Raising funds	-	70,456
Charitable activities	115,405	109,765
Charitable Activities	(5,640)	
64,816	115,405	180,221
Total		
NET INCOME		
Transfers between funds	(262,032)	988,575
262,032	950,753	
299,854	688,721	988,575
Net movement in funds		
RECONCILIATION OF FUNDS		
Total funds brought forward		
29,417	839,982	869,399
Total funds carried forward		
329,271	1,528,703	1,857,974

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KPT Development Trust

Notes to the Financial Statements - continued
for the Year Ended 31st March 2025

13. STOCKS

	2025	2024
	£	£
Stocks	<u>750</u>	<u>750</u>

14. FIXED ASSET INVESTMENTS

Charity

	Shares in group undertakings £
COST	
As at 1 st April 2024 and 31 st March 2025	<u>20</u>
NET BOOK VALUE	
At 31 st March 2025	<u>20</u>
At 31 st March 2024	<u>20</u>

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

KPT Community Trading Ltd

Registered office: Main Street, Penpont, Thornhill, Dumfriesshire, Scotland, DG3 4BP

Nature of business: Production of electricity and unlicensed restaurants and cafes.

	% holding	2025	2024
		£	£
Class of share:			
Ordinary	100		
Aggregate capital and reserves		(5,591)	(3,327)
Profit / (loss) for the year		<u>(2,264)</u>	<u>(546)</u>

KPT Community Energy and Efficiency Ltd

Registered office: Main Street, Penpont, Thornhill, Dumfriesshire, Scotland, DG3 4BP

Nature of business: Production of electricity.

	% holding	2025	2024
		£	£
Class of share:			
Ordinary	100		
Aggregate capital and reserves		21,521	32,972
Profit / (loss) for the year		<u>21,511</u>	<u>32,962</u>

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025	2024	2025	2024
	£	£	£	£
Trade debtors	5,765	11,902	-	-
Other debtors	24	-	7,996	7,996
VAT	773	-	115	-
Prepayments and accrued income	<u>169,627</u>	<u>51,414</u>	<u>169,627</u>	<u>51,415</u>
	<u>176,189</u>	<u>63,316</u>	<u>177,738</u>	<u>59,141</u>

KPT Development Trust

Notes to the Financial Statements - continued
for the Year Ended 31st March 2025

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2025	Group
Trade creditors	£	£	£
169,232	92,230	168,851	88,727
Social security and other taxes	2,639	1,284	1,573
VAT	-	2,897	-
Other creditors	20	20	20
Accruals and deferred income	50,138	8,220	45,113
	<u>222,029</u>	<u>104,751</u>	<u>215,557</u>
			92,950

17. MOVEMENT IN FUNDS

Group	At 1.4.24	£	Net movement in funds	At 31.3.25	£
Unrestricted funds	329,271	(45,138)	284,133		
General fund	1,528,703	529,492	2,058,195		
Restricted funds	-	5,910	5,910		
Path Funding	1,528,703	529,492	2,058,195		
Track and Trails					
TOTAL FUNDS	<u>1,857,974</u>	<u>490,264</u>	<u>2,348,238</u>		

Net movement in funds, included in the above are as follows:

Unrestricted funds	Incoming resources	Resources expended	Movement in funds
General fund	187,578	(232,716)	(45,138)
Restricted funds	529,492	-	529,492
Path Funding	14,515	(8,605)	5,910
Track and Trails	544,007	(8,605)	535,402
TOTAL FUNDS	<u>731,585</u>	<u>(241,321)</u>	<u>490,264</u>

Comparatives for movement in funds

Unrestricted funds	At 1.4.23	£	Net movement in funds	Transfers between funds	£
General fund	29,417	37,822	262,032	329,271	
Restricted funds	574,370	954,333	-	1,528,703	
Path Funding	265,612	(3,580)	(262,032)	-	
Other Restricted Funds	839,982	950,753	(262,032)	1,528,703	
TOTAL FUNDS	<u>869,399</u>	<u>988,575</u>	<u>-</u>	<u>1,857,974</u>	

KPT Development Trust

Notes to the Financial Statements - continued
for the Year Ended 31st March 2025

17. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	102,638	(64,816)	37,822
Restricted funds			
Path Funding	948,433	-	948,433
Dumfries & Galloway Council	51,995	(46,095)	5,900
Other Restricted Funds	65,730	(69,310)	(3,580)
	<u>1,066,158</u>	<u>(115,405)</u>	<u>950,753</u>
TOTAL FUNDS	<u>1,168,796</u>	<u>(180,221)</u>	<u>988,575</u>

Restricted Funds

Path

Sustrans

Sustrans is a Scottish Government agency that promotes the development and construction of a national active travel infrastructure. During 2024-25 it funded the Trust's ongoing project to design and construct what will eventually be a 3.5km active travel path between Penpont and our nearest town of Thornhill.

Dumfries and Galloway Council

Dumfries and Galloway Council fund several community-based initiatives in accordance with adopted national, and its own regional strategies. During 2024-25 the Trust benefited from funding towards its own projects, specifically to: consult upon and draft a local place plan to input to the council's own Local Development Plan; host cycling-themed events as part of its regional events strategy; and to address the cost of living crisis as part of its poverty and equality strategy.

Track and Trails

This designated fund is established to support the ongoing maintenance and enhancement of the active travel path and surrounding local core paths. The fund is intended to cover a range of recurring and improvement works, including annual maintenance, ground works, fencing repairs and renewals, tree management and care, as well as general upkeep to ensure the paths remain safe, accessible, and attractive for continued public use.

18. RELATED PARTY DISCLOSURES

There were no related party transactions for the years ended 31st March 2024 and 2025.

