

DOG AID SOCIETY OF SCOTLAND
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2016

WEDNESDAY



SCT *S66N2E7N* 17/05/2017 #79
COMPANIES HOUSE

COMPANY NUMBER SC045716

DOG AID SOCIETY OF SCOTLAND

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DOG AID SOCIETY OF SCOTLAND**REFERENCE AND ADMINISTRATIVE INFORMATION**

CHARITY NAME	Dog Aid Society of Scotland
CHARITY NUMBER	SC001918
COMPANY REGISTRATION NUMBER	SC045716
REGISTERED OFFICE:	60 Blackford Avenue EDINBURGH EH9 3ER Tel: 0131 668 3633 Fax: 0131 668 1063 Email: enquiries@dogaidssociety.com Website: www.dogaidssociety.com
DIRECTORS:	Mrs Catriona Thomas Mrs Anne P Harkess Mrs Margery Bruce Mr Iain Butt
SECRETARY:	Miss Lucy Taylor
REPORTING ACCOUNTANT:	John D Campbell CA Ian J Brown & Company Chartered Accountants 4 Lothian Street DALKEITH Midlothian EH22 1DS

DOG AID SOCIETY OF SCOTLAND

DIRECTORS' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2016

The directors present their report and the financial statements for the year ended 31st December 2016.

The report complies with the recommendations of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard (FRS 102) and the financial statements have been prepared taking advantage of the special exemptions applicable to small companies.

Statement of Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements the directors 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 company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Objects of the Charity

The Society's purposes are:

- To advance dog welfare
- To seek suitable new homes for dogs whose present owners are unable or unwilling to continue ownership
- To provide veterinary help to those in need
- To help reduce the number of unwanted dogs
- To encourage responsible dog ownership

The main activities in relation to these objects:

- **Dog Welfare** is promoted by giving information and advice on dog ownership and care; and offering dog training where appropriate.
- **Re-homing.** The Society re-homes dogs of any size or age throughout Scotland ensuring such dogs are vaccinated, micro-chipped and neutered.
- **Food and Veterinary Treatment Fund** provides ongoing treatment to dogs that the Society re-homes who have an existing medical condition or are 8 years old or older.

DOG AID SOCIETY OF SCOTLAND

DIRECTORS' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2016(Continued)

- **Veterinary Aid Scheme** assists owners on low income meet unexpected vet bills following their dog's accident or illness.
- **Neutering Scheme** awards vouchers to assist dog owners in receipt of benefits or on low income to have their dog neutered.
- **Dog Fouling Project** encourages dog owners to bag their dog's waste by providing dog waste disposal bags.

ACHIEVEMENTS AND PERFORMANCE

Work continued on all fronts in 2016. The Neutering Scheme assisted with the neutering of 314 dogs around Scotland reducing the number of unwanted dogs.

The Veterinary Aid Scheme assisted 34 dogs with vet care at a cost of £13,368. There were a number of expensive surgical procedures during the year including a few cruciate ligament operations which might not have been carried out had we not helped.

A total of £18,776 was distributed from the Society's Food and Veterinary Treatment Fund paying for vet treatment to dogs re-homed by the Society having a pre-existing medical condition or being 8 years old or older when re-homed. 33 dogs received treatment from this fund.

The Society relies on donations, memberships, legacies and fund-raising events. In 2016, the Society participated in a number of events including the Borders Union Dog Show, Springer Rescue Scotland Fun Day, the Dog's Day Out Event at Traquair House, Staffie Rescue Dog Show and the Dalkeith Agricultural Show. While some funds are raised at these events, the main purpose is to promote the services provided by the Society.

Staff also participated in a successful annual Sponsored Walk, organised a Christmas Raffle and held a Christmas Fete to raise funds for the Society's causes.

For the first time, the Society was in a position to accept payment by credit or debit card and this has been of significant convenience to our supporters.

FINANCIAL REVIEW

Review of the year

The attached financial statements show that charity achieved a net surplus of £708,043 (2015 - £92,729). This increase is largely due to investments now being included at market value rather than cost. This has resulted in a net increase on revaluation of investments of £595,094. The charity also became registered for value added tax during the year and this resulted in a repayment of £33,339. Income from legacies/trusts increased to £91,446.

DOG AID SOCIETY OF SCOTLAND**DIRECTORS' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2016(Continued)****Investment Policy**

The directors have appointed an investment manager to manage invested assets on a discretionary basis within agreed investment objectives. Ethical issues preclude the manager making any direct investment in tobacco companies, pharmaceutical companies, any company profiting from dog racing and certain specified companies known to make use of animals in their research. The investment objective is to provide a balanced return combining capital and income to protect the real value of the capital and also the income streams.

To mitigate against any extreme collapse in the value of equities, the Society aims to hold at least 6 months' normal expenditure in the form of cash deposits.

Reserves

Being a small charity lacking the capacity to raise sufficient funds to meet annual expenditure, the Society aims to hold sufficient investment and cash reserves to generate investment income which will allow total income to closely match expenditure annually, thus allowing the Society's work to continue on a long term basis. The dependence on dividends and legacies to provide the bulk of income does bring its own consequences and it is accepted that there will be lean years for income when a much greater reliance will be placed on reserves to fund the Society's work.

The Society does not apply for any statutory or grant funding.

STRUCTURE, GOVERNANCE & MANAGEMENT

Dog Aid Society of Scotland Limited is a company limited by Guarantee and not having a share capital. The liability of its members is limited to £1 each. The Society is governed under the terms of its Memorandum and Articles of Association and is registered as a Scottish Charity.

Directors (Trustees) are appointed each year at the Annual General Meeting. Directors may also appoint any member of the charity to be a director at any time. Any director so appointed shall hold office only until the next following annual general meeting and shall then be eligible for re-election.

Recruitment of directors is by personal contact. New directors are given a presentation outlining the services provided by the Society, information on the responsibilities of a charity trustee and a copy of the Society's constitution.

The Board of Directors meet monthly to discuss current operational, financial and strategic matters and to decide on any financial assistance to be given to Veterinary Aid Scheme applicants. Directors do not receive remuneration for time spent carrying out their duties.

DOG AID SOCIETY OF SCOTLAND**DIRECTORS' REPORT FOR THE YEAR ENDED 31ST DECEMBER 2016(Continued)**

The work of the Society is carried out by a small team comprising the Secretary, the Administrator, the Welfare Officer and a part-time Treasurer.

Risk

The Directors regularly assess the major risks and uncertainties which the charity faces and consider that measures including appropriate insurance cover, are in place to mitigate against these. Risk assessments covering identified financial and operational risks are maintained and reviewed annually.

Directors

The Directors who served during the year were:-

Mrs C Thomas (Chairperson)
Mrs A Harkess
Mrs M Bruce
Mr I Butt

Independent Examiner

John D Campbell CA has offered to continue in the position of independent examiner.

This report which has been prepared in accordance with the Statement of Recommended Practice: Accounting FRS 102 has been prepared taking advantage of the special exemptions applicable to small companies was approved by the board on 9 May 2017 and signed on their behalf.

C THOMAS
DIRECTOR



DOG AID SOCIETY OF SCOTLAND**INDEPENDENT EXAMINER'S REPORT TO THE DIRECTORS OF THE****DOG AID SOCIETY OF SCOTLAND**

I report on the accounts of the charity for the year ended 31st December 2016 set out on pages 7 to 14.

Respective Responsibilities of Directors and Examiner

The charity's directors are responsible for the preparation of accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006(as amended). The charity directors consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

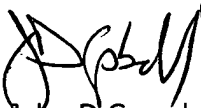
Basis of Independent Examiner's Statement

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006(as amended). An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the directors concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent Examiner's Statement

In the course of my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with Section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations, and
 - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations have not been met, or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



John D Campbell CA
Ian J Brown & Company
Chartered Accountants
4 Lothian Street
DALKEITH
Midlothian
EH22 1DS

9 May 2017

DOG AID SOCIETY OF SCOTLAND**STATEMENT OF FINANCIAL ACTIVITIES****FOR THE YEAR ENDED 31ST DECEMBER 2016**

	<u>Note</u>	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Total Funds 2016</u>	<u>Total Funds 2015</u>
		£	£	£	£
Income and endowments from:					
Donations and legacies	3	101546	-	101546	76650
Charitable activities	4	6922	4245	11167	10865
Investments	5	<u>90751</u>	<u>-</u>	<u>90751</u>	<u>94311</u>
Total Income		<u>199219</u>	<u>4245</u>	<u>203464</u>	<u>181826</u>
Expenditure on:					
Raising funds	6	25643	-	25643	26435
Charitable activities	7	131766	4245	136011	183808
Other	8	<u>4738</u>	<u>-</u>	<u>4738</u>	<u>2910</u>
Total Expenditure		<u>162147</u>	<u>4245</u>	<u>166392</u>	<u>213153</u>
Net Income/Expenditure Before Other Recognised Gains and Losses		37072	-	37072	(31327)
Other Recognised Gains and Losses					
Gain on sale of Investments		75917	-	75917	124056
Gain on Revaluation of Investments		<u>595054</u>	<u>-</u>	<u>595054</u>	<u>-</u>
Net Income/(Expenditure)	9	708043	-	708043	92729
Reconciliation of funds:					
Total funds brought forward		<u>2407186</u>	<u>685</u>	<u>2407871</u>	<u>2315142</u>
Total Funds Carried Forward		<u>3115229</u>	<u>685</u>	<u>3115914</u>	<u>2407871</u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derives from continuing activities.

The notes on pages 9 to 14 form part of these accounts.

DOG AID SOCIETY OF SCOTLAND**BALANCE SHEET****AS AT 31ST DECEMBER 2016**

	<u>Notes</u>	<u>2016</u>	<u>2015</u>
		£	£
Fixed Assets			
Tangible Assets	10	13237	16949
Investments	11	<u>2855059</u>	<u>2224039</u>
		2868296	2240988
Current Assets			
Stocks		3790	4559
Prepayments	12	4496	366
Cash At Bank And In Hand		<u>242587</u>	<u>165340</u>
		250873	170265
Creditors: Amounts Falling Due Within One Year	13	<u>3255</u>	<u>3382</u>
Net Current Assets		<u>247618</u>	<u>166883</u>
Total Assets Less Current Liabilities		<u>3115914</u>	<u>2407871</u>
Funds			
General	14	3115229	2407186
Restricted Funds	15	<u>685</u>	<u>685</u>
		<u>3115914</u>	<u>2407871</u>

The company is entitled to exemption from audit conferred by Section 477 of the Companies Act 2006 for the period ended 31st December 2016 and the members have not required the company to obtain an audit of its financial statements in accordance with Section 476.

The directors acknowledge their responsibility for:

- ensuring the company keeps accounting records which comply with Section 386; and
- preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year, and of its profit or loss for the financial year, in accordance with the requirements of Sections 394 and 395, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

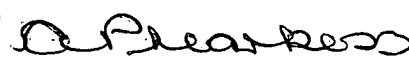
These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the board on 9 May 2017 and signed on its behalf.

C THOMAS
DIRECTOR



A HARKESS
DIRECTOR



The notes on pages 9 to 14 form part of these financial statements.

DOG AID SOCIETY OF SCOTLAND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2016

1. Accounting Policies

1.1 Basis Of Preparation Of Financial Statements

The financial statements are prepared under the historical cost convention and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company.

1.3 Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost or valuation less depreciation.

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Shop Premises	4% Straight Line Basis
Shop Alterations	4% Straight Line Basis
Motor Vehicles	25% Reducing Balance Basis
Office Equipment	20% Straight Line Basis

1.4 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks

DOG AID SOCIETY OF SCOTLAND**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31ST DECEMBER 2016****2. Legal Status of the 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.

	<u>2016</u>	<u>2015</u>
	£	£
3. <u>Income from Donations and Legacies</u>		
Subscriptions, Donations, Collections and Gift Aid	10100	9948
Legacies and Trusts	<u>91446</u>	<u>66702</u>
	<u>101546</u>	<u>76650</u>
4. <u>Income from Charitable Activities</u>		
Income From Shops, Shows and Functions	8482	7485
Income from Dog Re-homing	<u>2685</u>	<u>3380</u>
	<u>11167</u>	<u>10865</u>
5. <u>Income From Investments</u>		
Listed Investments from Companies and Trusts	88517	91191
Other Investments		
Interest From Bank/Building Society Deposits	<u>2234</u>	<u>3120</u>
	<u>90751</u>	<u>94311</u>

DOG AID SOCIETY OF SCOTLAND**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31ST DECEMBER 2016**

	<u>2016</u> £	<u>2015</u> £
6. <u>Expenditure on Raising Funds</u>		
Opening Stock	4559	4892
Purchases	1963	2282
Closing Stock	(3790)	(4559)
Investment Management	17628	18760
Salaries	<u>5283</u>	<u>5060</u>
	<u>25643</u>	<u>26435</u>
7. <u>Expenditure on Charitable Activities</u>		
VAT Repayment	(33339)	-
Feed and Vet Treatment Fund	18776	19267
Neutering Expenses	16075	20269
Vet Aid	13368	7632
Vet Fees	5591	3277
Kennels	2760	6604
Dog Fouling Project	-	1624
Cost of Shows and Events	260	469
Office Costs	6299	7973
Advertising	12647	9574
Consultancy	6660	20512
Other Associated Costs	13018	14027
Depreciation	3712	5350
Salaries	<u>70184</u>	<u>67230</u>
	<u>136011</u>	<u>183808</u>
8. <u>Expenditure on Other-Governance</u>		
Travel Expenses	1575	-
Legal and Professional	<u>3163</u>	<u>2910</u>
	<u>4738</u>	<u>2910</u>

DOG AID SOCIETY OF SCOTLAND**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31ST DECEMBER 2016****9. Movement in Total Funds for the Year**

The operating profit is stated after charging:-

(Gain)/Loss on disposal of Intangible fixed assets	(75917)	(124056)
(Gain)/Loss on revaluation of Investments	(595054)	-
Loss on disposal of tangible fixed assets	-	-
Depreciation Of Tangible Fixed Assets - owned by the company	3712	5350

10. Tangible Fixed Assets

	<u>Shop</u>	<u>Shop</u>	<u>Office</u>	<u>Motor</u>	<u>Total</u>
	<u>Shop</u>	<u>Alterations</u>	<u>Equipment</u>	<u>Vans</u>	
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Cost					
At 1 st January 2016	46354	14649	21161	14323	96487
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
At 31 st December 2016	<u>46354</u>	<u>14649</u>	<u>21161</u>	<u>14323</u>	<u>96487</u>
Depreciation					
At 1 st January 2016	40516	9147	18574	11301	79538
On Disposals	-	-	-	-	-
Charge For Year	<u>1854</u>	<u>586</u>	<u>517</u>	<u>755</u>	<u>3712</u>
At 31 st December 2016	<u>42370</u>	<u>9733</u>	<u>19091</u>	<u>12056</u>	<u>83250</u>
Net Book Values					
At 31 st December 2016	<u>3984</u>	<u>4916</u>	<u>2070</u>	<u>2267</u>	<u>13237</u>
At 31 st December 2015	<u>5838</u>	<u>5502</u>	<u>2587</u>	<u>3022</u>	<u>16949</u>

DOG AID SOCIETY OF SCOTLAND**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31ST DECEMBER 2016**

	<u>2016</u>	<u>2015</u>
	<u>£</u>	<u>£</u>
11. <u>Investments</u>		
	<u>MARKET</u>	<u>ACQUISITION</u>
	<u>VALUE</u>	<u>COST</u>
As at 1 st January 2016	2224039	2088876
Additions	312349	406199
Disposals	(276383)	(271036)
Net Gains on Revaluation in year	<u>595054</u>	<u>-</u>
As At 31 st December 2016	<u>2855059</u>	<u>2224039</u>
Listed Investments		
Quoted Securities	1141828	961905
Unit and Investment Trusts	<u>1713231</u>	<u>1262134</u>
	<u>2855059</u>	<u>2224039</u>
12. <u>Prepayments</u>		
Sundry debtors	<u>4496</u>	<u>366</u>
13. <u>Creditors: Amounts Falling Due Within One Year</u>		
Trade Creditors	105	365
Other Creditors	<u>3150</u>	<u>3017</u>
	<u>3255</u>	<u>3382</u>

DOG AID SOCIETY OF SCOTLAND**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****FOR THE YEAR ENDED 31ST DECEMBER 2016**

<u>2016</u>	<u>2015</u>
£	£

14. Unrestricted Funds of the Charity

	General Fund	Investment Revaluation Reserve	Total
	£	£	£
Balance at 1 st January 2016	2407186	-	2407186
Gains and Losses	-	595054	595054
Movement in Year	<u>112989</u>	<u>-</u>	<u>112989</u>
Balance at 31 st December 2016	<u>2520175</u>	<u>595054</u>	<u>3115229</u>

15. Restricted Funds of the Charity

	Balance at Beginning	Incoming Resources	Outgoing Resources	Balance at End
	£	£	£	£
Vet Aid	-	-	-	-
Neutering Scheme	-	2524	2524	-
Dog Fouling Project	685	-	-	685
Feed and Vet Treatment Fund	-	1721	1721	-
Re-homing	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>685</u>	<u>4245</u>	<u>4245</u>	<u>685</u>