

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 December 2025
for
Helmsdale and Kinbrace Free Church

Mackay & Co
Chartered Accountants
Unit 8
Golspie Business Park
Golspie
Sutherland
KW10 6UB

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for the Year Ended 31 December 2025

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The trustees present their report with the financial statements of the charity for the year ended 31 December 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

Helmsdale and Kinbrace Free Church of Scotland is a congregation of the Free Church of Scotland working towards the common aims set out below. It is a Presbyterian church adhering in its worship and doctrine to the position of the Church of Scotland at the Reformation. The Free Church of Scotland has an explanatory document which explains the origins of the Church and which gives the historical background to the Church coming into being in 1843 and lists documents in which is embodied the constitution of the Church. This document is available on request from the Free Church of Scotland, 15 North Bank Street, The Mound, Edinburgh, EH1 2LS.

Significant activities

The principal activity of the Church is the conduct of public worship and associated matters in the context of local congregations.

ACHIEVEMENTS AND PERFORMANCE

Charitable activities

During the year the church met regularly for worship and carried out various activities in pursuit of the above stated aims.

The congregation continued its commitment to support the National Free church of Scotland both spiritually and financially.

Significant highlights, events and developments of note include the following:-

In relation to activities:

- Sunday School
- School assemblies and special event for children
- Fundraisers for Charity and Mission work

In relation to congregational funding:

There is a Benevolent Fund which was initiated to give assistance to persons with special needs within the community.

FINANCIAL REVIEW

Principal funding sources

The principal funding sources are the various congregational collections.

Reserves policy

The Trustees are satisfied with the level of reserves held by the charity in that they are sufficient to cover the immediate basic operating costs of the Helmsdale and Kinbrace Free Church of Scotland.

At the year-end, the congregation had cash reserves of £20,863 (2024 - £22,446), comprising unrestricted of £20,142 (2024 - £21,725) and restricted of £145 (2024 - £721).

Helmsdale and Kinbrace Free Church

Report of the Trustees for the Year Ended 31 December 2025

FUTURE PLANS

The congregation will continue its commitment to support the national Free Church of Scotland both spiritually and financially.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Helmsdale and Kinbrace Free Church of Scotland is established by Constitution. The church is a registered Scottish Charity SC038149

Recruitment and appointment of new trustees

The Kirk Session exercises its discretion in determining the most appropriate method of electing new Trustees (Elders and Deacons). Any election process must involve the communicant membership of the congregation. There is no fixed term for Trusteeship. Prior to their appointment new Trustees would have served the Church for some time in various roles and would be familiar with the Church's values, its aims and objectives as well as its day-to-day operations. As part of their induction programme new Trustees are required to understand their statutory responsibilities as well as the responsibilities of their office within the congregation as elder or deacon.

Organisational structure

The congregation is governed and administered by elected office bearers (all volunteers) and its minister. The Kirk Session, being the minister and elected elders, has responsibility for spiritual oversight, while the Deacon's Court, composed of Kirk Session members plus elected deacons, oversees financial and property matters. Under Charity Law, the Deacons' Court are deemed to be the trustees of the congregation as those with responsibility for day to day management and control. This is distinct from the role of property (congregational) trustees who are responsible only for holding property in trust.

The Finance Committee (the Trustees) who served during the year were as follows -

Interim Moderator: Rev. John Angus MacLeod

Kirk Session Clerk: Rev. Sandy Sutherland

Elders (Assessor):

David Roberts

Ross MacLeod

along with James M Innes, Kathleen M O'Sullivan and David Roberts.

Congregational Trustees: (for holding property)

James M Innes

John George Mackay

Kathleen M O'Sullivan

Finance Committee:

Gillian Stephenson - Treasurer

Rev. Sandy Sutherland - Clerk to Finance Committee

along with James Innes, John George Mackay and Kathleen O'Sullivan

STRUCTURE, GOVERNANCE AND MANAGEMENT

Wider network

The Free Church of Scotland currently has over 100 congregations in Scotland, as well as one in London and four in North America, and sister Churches founded by mission work in India, Peru and South Africa. The Church also has a seminary in Edinburgh for the training of Ministers and other Christian workers, and sustains an extensive Missionary programme relative to the size of the church.

Dating from 1843 but with its roots in the Reformation, it owes its distinctive title to its historical struggle to remain 'free' from state interference in its internal affairs. It has close and active relations with many other Reformed churches of Jesus Christ throughout the world and stands firmly in the tradition which accepts the Bible in its entirety as the Word of God and, therefore, derives its forms of teaching, worship, ministry and government from it. The main emphasis of our worship is the preaching of the gospel - the good news of a free and sovereign salvation through Jesus Christ alone.

The congregation is authorised by the Church to have a minister paid from the central funds of the Church.

The church building and the minister's manse are the property of the congregation and are held under the Church's model trust deed.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

SC038149

Principal address

Free Church of Scotland
12 Dunrobin Street
Helmsdale
Sutherland
KW8 6JA

Trustees

J M Innes
Mrs K M O'Sullivan
D Roberts
Mrs G Stephenson
J G Mackay
Rev A Macleod (resigned 31.1.25)
Rev J A MacLeod - Interim Moderator

Independent Examiner

Marcus D. MacIver CA
Mackay & Co
Chartered Accountants
Unit 8
Golspie Business Park
Golspie
Sutherland
KW10 6UB

Helmsdale and Kinbrace Free Church

Report of the Trustees
for the Year Ended 31 December 2025

Approved by order of the board of trustees on 22nd July, 2026 and signed on its behalf by:


.....
J M Innes - Trustee

Independent Examiner's Report to the Trustees of
Helmsdale and Kinbrace Free Church

I report on the accounts for the year ended 31 December 2025 set out on pages six to thirteen.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the 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's trustees 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 the independent examiner's report

My examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. 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 seeking explanations from you as trustees 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.

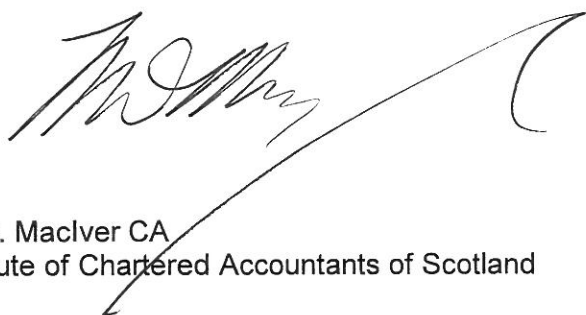
Independent examiner's statement

In connection with 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 to 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.



Marcus D. MacIver CA
The Institute of Chartered Accountants of Scotland

Mackay & Co
Chartered Accountants
Unit 8
Golspie Business Park
Golspie
Sutherland
KW10 6UB

Date: 22nd July 2026

Helmsdale and Kinbrace Free Church

Statement of Financial Activities for the Year Ended 31 December 2025

	Notes	Unrestricted funds £	Restricted funds £	31.12.25 Total funds £	31.12.24 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		35,745	-	35,745	49,896
Investment income	2	229	-	229	722
Total		<u>35,974</u>	<u>-</u>	<u>35,974</u>	<u>50,618</u>
EXPENDITURE ON					
Charitable activities					
Church		33,486	-	33,486	47,340
Sunday school		-	-	-	52
Building repairs		(2,893)	-	(2,893)	2,360
Total		<u>30,593</u>	<u>-</u>	<u>30,593</u>	<u>49,752</u>
NET INCOME		5,381	-	5,381	866
Transfers between funds	8	(87)	87	-	-
Net movement in funds		5,294	87	5,381	866
RECONCILIATION OF FUNDS					
Total funds brought forward		16,406	58	16,464	15,598
TOTAL FUNDS CARRIED FORWARD		<u>21,700</u>	<u>145</u>	<u>21,845</u>	<u>16,464</u>

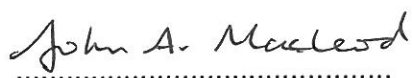
The notes form part of these financial statements

Helmsdale and Kinbrace Free Church

Balance Sheet 31 December 2025

	Notes	Unrestricted funds £	Restricted funds £	31.12.25 Total funds £	31.12.24 Total funds £
CURRENT ASSETS					
Debtors	5	3,746	-	3,746	-
Cash at bank		20,142	721	20,863	22,446
		<u>23,888</u>	<u>721</u>	<u>24,609</u>	<u>22,446</u>
CREDITORS					
Amounts falling due within one year	6	(2,188)	(576)	(2,764)	(5,982)
		<u>21,700</u>	<u>145</u>	<u>21,845</u>	<u>16,464</u>
NET CURRENT ASSETS					
		<u>21,700</u>	<u>145</u>	<u>21,845</u>	<u>16,464</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>21,700</u>	<u>145</u>	<u>21,845</u>	<u>16,464</u>
NET ASSETS					
		<u>21,700</u>	<u>145</u>	<u>21,845</u>	<u>16,464</u>
FUNDS	8				
Unrestricted funds				21,700	16,406
Restricted funds				145	58
TOTAL FUNDS				<u>21,845</u>	<u>16,464</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 22nd July, 2026 and were signed on its behalf by:


.....
J A MacLeod - Trustee

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 Charities and Trustee Investment (Scotland) Act 2005. The financial statements have been prepared under the historical cost convention.

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.

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.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

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

Unrestricted funds include:

General fund

Designated funds:

National Savings Account

Bank of Scotland Guaranteed Reserve

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.

Restricted funds include:

Sunday School Account

Vacancy Account

Fabric Fund

Benevolent Fund

Youth Work

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

2. INVESTMENT INCOME

	31.12.25	31.12.24
	£	£
Rents received	-	465
Deposit account interest	229	257
	<u>229</u>	<u>722</u>

3. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

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

4. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	49,896	-	49,896
Investment income	<u>722</u>	<u>-</u>	<u>722</u>
Total	<u>50,618</u>	<u>-</u>	<u>50,618</u>
EXPENDITURE ON			
Charitable activities			
Church	47,340	-	47,340
Sunday school	-	52	52
Building repairs	<u>-</u>	<u>2,360</u>	<u>2,360</u>
Total	<u>47,340</u>	<u>2,412</u>	<u>49,752</u>
NET INCOME/(EXPENDITURE)	3,278	(2,412)	866
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>13,128</u>	<u>2,470</u>	<u>15,598</u>
TOTAL FUNDS CARRIED FORWARD	<u>16,406</u>	<u>58</u>	<u>16,464</u>

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

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.25	31.12.24
	£	£
Trade debtors	3,746	-
	<u>3,746</u>	<u>-</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.25	31.12.24
	£	£
Bank loans and overdrafts (see note 7)	576	663
Other creditors	2,188	5,319
	<u>2,764</u>	<u>5,982</u>

7. LOANS

An analysis of the maturity of loans is given below:

	31.12.25	31.12.24
	£	£
Amounts falling due within one year on demand:		
Bank overdrafts	576	663
	<u>576</u>	<u>663</u>

8. MOVEMENT IN FUNDS

	At 1.1.25	Net movement	Transfers	At
	£	in funds	between	31.12.25
		£	funds	£
Unrestricted funds				
General fund	(2,005)	5,153	(87)	3,061
National Savings a/c	7,790	-	-	7,790
32-day Deposit				
	<u>10,621</u>	<u>228</u>	<u>-</u>	<u>10,849</u>
	16,406	5,381	(87)	21,700
Restricted funds				
Sunday School a/c	90	-	-	90
Vacancy a/c	381	-	-	381
Fabric fund	(663)	-	87	(576)
Benevolent fund	233	-	-	233
Youth Work	17	-	-	17
	<u>58</u>	<u>-</u>	<u>87</u>	<u>145</u>
TOTAL FUNDS	<u>16,464</u>	<u>5,381</u>	<u>-</u>	<u>21,845</u>

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

8. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	35,746	(30,593)	5,153
32-day Deposit			
	228	-	228
	<u>35,974</u>	<u>(30,593)</u>	<u>5,381</u>
TOTAL FUNDS	<u><u>35,974</u></u>	<u><u>(30,593)</u></u>	<u><u>5,381</u></u>

Comparatives for movement in funds

	At 1.1.24 £	Net movement in funds £	At 31.12.24 £
Unrestricted funds			
General fund	(5,025)	3,020	(2,005)
National Savings a/c	7,790	-	7,790
32-day Deposit			
	10,363	258	10,621
	<u>13,128</u>	<u>3,278</u>	<u>16,406</u>
Restricted funds			
Sunday School a/c	142	(52)	90
Vacancy a/c	381	-	381
Fabric fund	1,697	(2,360)	(663)
Benevolent fund	233	-	233
Youth Work	17	-	17
	<u>2,470</u>	<u>(2,412)</u>	<u>58</u>
TOTAL FUNDS	<u><u>15,598</u></u>	<u><u>866</u></u>	<u><u>16,464</u></u>

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

8. 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	50,360	(47,340)	3,020
32-day Deposit			
	258	-	258
	<u>50,618</u>	<u>(47,340)</u>	<u>3,278</u>
Restricted funds			
Sunday School a/c	-	(52)	(52)
Fabric fund	-	(2,360)	(2,360)
	<u>-</u>	<u>(2,412)</u>	<u>(2,412)</u>
TOTAL FUNDS	<u>50,618</u>	<u>(49,752)</u>	<u>866</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.24 £	Net movement in funds £	Transfers between funds £	At 31.12.25 £
Unrestricted funds				
General fund	(5,025)	8,173	(87)	3,061
National Savings a/c	7,790	-	-	7,790
32-day Deposit				
	<u>10,363</u>	<u>486</u>	<u>-</u>	<u>10,849</u>
	13,128	8,659	(87)	21,700
Restricted funds				
Sunday School a/c	142	(52)	-	90
Vacancy a/c	381	-	-	381
Fabric fund	1,697	(2,360)	87	(576)
Benevolent fund	233	-	-	233
Youth Work	17	-	-	17
	<u>2,470</u>	<u>(2,412)</u>	<u>87</u>	<u>145</u>
TOTAL FUNDS	<u>15,598</u>	<u>6,247</u>	<u>-</u>	<u>21,845</u>

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

8. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	86,106	(77,933)	8,173
32-day Deposit			
	486	-	486
	<u>86,592</u>	<u>(77,933)</u>	<u>8,659</u>
Restricted funds			
Sunday School a/c	-	(52)	(52)
Fabric fund	-	(2,360)	(2,360)
	<u>-</u>	<u>(2,412)</u>	<u>(2,412)</u>
TOTAL FUNDS	<u>86,592</u>	<u>(80,345)</u>	<u>6,247</u>

9. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2025.

10. PROPERTY HELD BY THE CHURCH

	2023 £	2022 £
Manse	229,000	229,000
Church	200,000	200,000
	<u>429,000</u>	<u>429,000</u>

11. FUNDS HELD CENTRALLY

As at 31st December there were 149.45 share pool units held centrally. The value as at 30th September 2024 was £5.75 per unit, total value of £859.95. A dividend of £20.92 was credited to central funds.

Helmsdale and Kinbrace Free Church

Detailed Statement of Financial Activities
for the Year Ended 31 December 2025

	31.12.25 £	31.12.24 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	3,030	11,449
Gift aid givings	18,241	22,898
Envelope scheme - non Gift Aid	6,705	5,660
Church door collections	5,638	7,021
Income tax recovered	1,988	2,773
Magazine income	143	95
	35,745	49,896
Investment income		
Rents received	-	465
Deposit account interest	229	257
	229	722
Total incoming resources		
	35,974	50,618
EXPENDITURE		
Charitable activities		
Manse council tax and rates	670	2,528
Insurance	1,006	1,174
Light and heat	1,970	2,231
Magazines and stationery	190	99
Sundries	600	527
Remittance to Central Funds	25,931	31,596
Ministers' expenses	758	3,804
Pulpit supply & communion exp.	606	939
Presbytery dues and levies	224	193
Donations	859	-
Repairs and renewals	(2,593)	6,289
	30,221	49,380
Support costs		
Governance costs		
Accountancy and legal fees	372	372
Total resources expended	30,593	49,752
Net income		
	5,381	866

This page does not form part of the statutory financial statements