

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 December 2025
for
Thurso and North Coast Free Church

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

Thurso and North Coast Free Church

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for the Year Ended 31 December 2025

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Thurso and North Coast Free Church

Report of the Trustees for the Year Ended 31 December 2025

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

Aims and Affiliation

The Free Church of Scotland currently has around 140 congregations in Scotland, as well as three in London and five in North America, and sister Churches founded by mission work in India, Peru and South Africa. The Church also has a full-time degree awarding college in the heart of 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.

Thurso and North Coast Free Church of Scotland is a congregation of the national Free Church of Scotland working towards the common aims set out above. 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.

The Church buildings and the Minister's Manse are the property of the congregation and are held under the Church's model trust deed.

The government of the Free Church of Scotland is Presbyterian and the congregation is within the Northern Presbytery.

Grantmaking

The church makes grants from its tithed gift income to individuals and organisations that are generally known to the Trustees and the church. The beneficiaries are involved in activities or ministries compatible with the church's objectives.

ACHIEVEMENTS AND PERFORMANCE

Charitable activities

The Church met regularly for worship in the church building and on-line.

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

Congregational activities included:

- community based organisations making use of the church hall;

Congregational funding and expenditure included:

- donations from church members and attendees via weekly offerings and bank direct debit.
- improvements and repairs to church building and manse;

Thurso and North Coast Free Church

Report of the Trustees for the Year Ended 31 December 2025

FINANCIAL REVIEW

Principal funding sources

The church receives its funding from church members by way of weekly offerings and Gift Aid donations.

Results for the year:

The Statement of Financial Activities reflects a deficit of £21,340 (2024 - deficit of £30,419).

Investments

Share Pool Units, Free Church of Scotland	Units	Value 31.12.25	Value 31.12.24
Congregational Endowments	2,197.00	13,446	12,641
Sustentation Endowments	7,771.00	47,559	44,715
Minister Supplements	149.45	915	860
		<u>61,920</u>	<u>58,216</u>

Funds held as cash, Free Church of Scotland - balance at 31.12.25 - £148,135.55.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

Thurso and North Coast Free Church of Scotland (formerly know as Thurso and Reay Free Church) is established by Constitution.

The Church is a Scottish Charity (No. SC038145).

The Church's parent charity is the Free Church of Scotland (Charity No. SC012925).

Recruitment and appointment of new trustees

The Kirk Session exercises its discretion in determining the most appropriate method of electing new Trustees. Any election process must involve the communicant membership of the congregation. There is no fixed term of Trusteeship. Prior to their appointment, new Trustees would have served 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.

Thurso and North Coast Free Church

Report of the Trustees for the Year Ended 31 December 2025

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

Trustees and Office Bearers

The Church is Presbyterian in government and its day-to-day running is undertaken by the Elders (the Kirk Session) and Finance committee. The Finance Committee's specific function relates to the material and financial business of the congregation, whereas Elders are charged with the general and spiritual oversight of the Congregations.

The finance Committee was disbanded and has been replaced by a Deacons' Court. The Deacons' Court comprises:

Rev Jerry Taylor
Mr Iain MacKillop
Mr John Hymers
Mr David Mackay
Mr Stuart MacDonald
Mr Ben Nicolson
Rev John A Macleod
Mr Jamie MacLauchlan
Mr Angus Mackay

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

SC038145

Principal address

Millbank Road
Thurso
Caithness
KW14 7HQ

Trustees

I MacKillop
J Hymers
D Mackay
S MacDonald
B Nicolson
Rev J A MacLeod
Rev J C Taylor
J MacLauchlan (appointed 25.5.25)
A Mackay (appointed 25.5.25)

Thurso and North Coast Free Church

Report of the Trustees
for the Year Ended 31 December 2025

REFERENCE AND ADMINISTRATIVE DETAILS

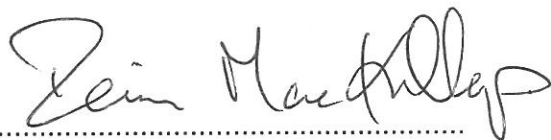
Independent Examiner

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

TANGIBLE FIXED ASSETS

North Coast Church	£515,000
Thurso Free Church	£312,000
Thurso Manse	<u>£138,000</u>
	<u>£965,000</u>

Approved by order of the board of trustees on 28 April 2026 and signed on its behalf by:



.....
I MacKillop - Trustee

Independent Examiner's Report to the Trustees of
Thurso and North Coast Free Church

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

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 CA
Unit 8
Golspie Business Park
Golspie
Sutherland
KW10 6UB

Date: 28th April 2026

Thurso and North Coast Free Church

Statement of Financial Activities
for the Year Ended 31 December 2025

	Notes	Unrestricted fund £	Restricted funds £	31.12.25 Total funds £	31.12.24 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		71,790	-	71,790	65,055
Investment income	2	113	4,906	5,019	6,883
Total		<u>71,903</u>	<u>4,906</u>	<u>76,809</u>	<u>71,938</u>
EXPENDITURE ON					
Charitable activities					
Church		98,149	-	98,149	101,447
Fabric		-	-	-	910
Total		<u>98,149</u>	<u>-</u>	<u>98,149</u>	<u>102,357</u>
NET INCOME/(EXPENDITURE)		(26,246)	4,906	(21,340)	(30,419)
Transfers between funds	7	11,389	(11,389)	-	-
Net movement in funds		<u>(14,857)</u>	<u>(6,483)</u>	<u>(21,340)</u>	<u>(30,419)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		48,441	157,233	205,674	236,093
TOTAL FUNDS CARRIED FORWARD		<u>33,584</u>	<u>150,750</u>	<u>184,334</u>	<u>205,674</u>

The notes form part of these financial statements

Thurso and North Coast Free Church

Balance Sheet
31 December 2025

	Notes	Unrestricted fund £	Restricted funds £	31.12.25 Total funds £	31.12.24 Total funds £
CURRENT ASSETS					
Debtors	5	814	-	814	893
Cash at bank		33,070	150,750	183,820	205,081
		<u>33,884</u>	<u>150,750</u>	<u>184,634</u>	<u>205,974</u>
CREDITORS					
Amounts falling due within one year	6	(300)	-	(300)	(300)
NET CURRENT ASSETS		<u>33,584</u>	<u>150,750</u>	<u>184,334</u>	<u>205,674</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>33,584</u>	<u>150,750</u>	<u>184,334</u>	<u>205,674</u>
NET ASSETS		<u>33,584</u>	<u>150,750</u>	<u>184,334</u>	<u>205,674</u>
FUNDS	7				
Unrestricted funds				33,584	48,441
Restricted funds				<u>150,750</u>	<u>157,233</u>
TOTAL FUNDS				<u>184,334</u>	<u>205,674</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 23 APRIL 2026 and were signed on its behalf by:



.....
I MacKillop - 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.

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.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. INVESTMENT INCOME

	31.12.25	31.12.24
	£	£
Deposit Interest	<u>5,019</u>	<u>6,883</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 fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	65,055	-	65,055
Investment income	<u>779</u>	<u>6,104</u>	<u>6,883</u>
Total	<u>65,834</u>	<u>6,104</u>	<u>71,938</u>
EXPENDITURE ON			
Charitable activities			
Church	101,447	-	101,447
Fabric	<u>-</u>	<u>910</u>	<u>910</u>
Total	<u>101,447</u>	<u>910</u>	<u>102,357</u>
NET INCOME/(EXPENDITURE)	(35,613)	5,194	(30,419)
Transfers between funds	<u>47,814</u>	<u>(47,814)</u>	<u>-</u>
Net movement in funds	12,201	(42,620)	(30,419)
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>36,240</u>	<u>199,853</u>	<u>236,093</u>
TOTAL FUNDS CARRIED FORWARD	<u>48,441</u>	<u>157,233</u>	<u>205,674</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
	£	£
Other debtors	814	893

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.25	31.12.24
	£	£
Other creditors	300	300

7. MOVEMENT IN FUNDS

	At 1.1.25	Net movement in funds	Transfers between funds	At 31.12.25
	£	£	£	£
Unrestricted funds				
General fund	48,441	(26,246)	11,389	33,584
Restricted funds				
Central funds	154,618	4,906	(11,389)	148,135
Fabric	2,615	-	-	2,615
	157,233	4,906	(11,389)	150,750
TOTAL FUNDS	205,674	(21,340)	-	184,334

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	71,903	(98,149)	(26,246)
Restricted funds			
Central funds	4,906	-	4,906
TOTAL FUNDS	76,809	(98,149)	(21,340)

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

7. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.24 £	Net movement in funds £	Transfers between funds £	At 31.12.24 £
Unrestricted funds				
General fund	36,240	(35,613)	47,814	48,441
Restricted funds				
Central funds	196,328	6,104	(47,814)	154,618
Fabric	3,525	(910)	-	2,615
	<u>199,853</u>	<u>5,194</u>	<u>(47,814)</u>	<u>157,233</u>
TOTAL FUNDS	<u>236,093</u>	<u>(30,419)</u>	<u>-</u>	<u>205,674</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	65,834	(101,447)	(35,613)
Restricted funds			
Central funds	6,104	-	6,104
Fabric	-	(910)	(910)
	<u>6,104</u>	<u>(910)</u>	<u>5,194</u>
TOTAL FUNDS	<u>71,938</u>	<u>(102,357)</u>	<u>(30,419)</u>

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

7. MOVEMENT IN FUNDS - continued

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	36,240	(61,859)	59,203	33,584
Restricted funds				
Central funds	196,328	11,010	(59,203)	148,135
Fabric	3,525	(910)	-	2,615
	<u>199,853</u>	<u>10,100</u>	<u>(59,203)</u>	<u>150,750</u>
TOTAL FUNDS	<u>236,093</u>	<u>(51,759)</u>	<u>-</u>	<u>184,334</u>

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	137,737	(199,596)	(61,859)
Restricted funds			
Central funds	11,010	-	11,010
Fabric	-	(910)	(910)
	<u>11,010</u>	<u>(910)</u>	<u>10,100</u>
TOTAL FUNDS	<u>148,747</u>	<u>(200,506)</u>	<u>(51,759)</u>

8. RELATED PARTY DISCLOSURES

No trustee, other than Rev J Taylor, received any remuneration or reimbursement of expenses during the year (2024; NIL). No trustee or a person related to a trustee had any personal interest in any contract or transaction entered into by the charity during the year.

Thurso and North Coast 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		
Offerings	60,503	54,319
Tax recd Gift Aid Donations	892	4,481
Donations	4,316	1,775
Magazines	110	87
Other receipts	4,860	4,085
Investment Income	1,109	308
	71,790	65,055
Investment income		
Deposit Interest	5,019	6,883
Total incoming resources	76,809	71,938
 EXPENDITURE		
Charitable activities		
Ministry and admin levies	41,214	32,597
Presbytery dues	1,315	1,126
Minister's expenses	4,123	3,054
Supply & communion exps	1,875	461
Fire precautions	1,041	1,515
Fabric repairs & maintenance	21,109	48,374
Zoom licences & live streaming	319	187
New signage	2,841	-
Magazines & Bible study books	77	271
CCLI	287	248
Donations	2,980	722
Website	628	1,240
Silver Strands	525	-
	78,334	89,795
Support costs		
Management		
Water rates North Coast Church	-	82
Insurance	2,552	1,821
Light and heat	12,297	6,158
Internet charges	229	229
Manse council tax	3,643	3,433
Carried forward	18,721	11,723

This page does not form part of the statutory financial statements

Thurso and North Coast Free Church

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

	31.12.25 £	31.12.24 £
Management		
Brought forward	18,721	11,723
Sundries	794	389
	19,515	12,112
 Governance costs		
Prior year accounts	-	150
Accountancy and legal fees	300	300
	300	450
 Total resources expended		
	98,149	102,357
 Net expenditure		
	(21,340)	(30,419)

This page does not form part of the statutory financial statements