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Registered Company Number: 1982077
Registered Charity Number: 293705

THE THAMES VALLEY GROUNDWORK TRUST LIMITED
(A Company Limited by Guarantee)
CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2000

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E. A. Kench & Co.
Chartered Accountants,
10 Station Road,
Henley on Thames,
Oxfordshire.
RG9 1AY



THE THAMES VALLEY GROUNDWORK TRUST LIMITED

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YEAR ENDED 31ST MARCH 2000

Directors and Officers

Chairman

B. W. Learmount

Other Directors as Listed on Page 2

Executive Officer

Mrs. K. Jones

Secretary

Rear Admiral J. Carine FCIS

Registered Office

Colne Valley Park Centre,
Denham Court Drive,
Denham,
Uxbridge,
Middlesex.
UB9 5PG

Auditors

E. A. Kench & Co.,
Chartered Accountants,
10 Station Road,
Henley on Thames,
Oxfordshire.
RG9 1AY

Bankers

HSBC Plc.,
31 St. Peters Court,
Chalfont St. Peter,
Buckinghamshire.
SL9 9QQ

Yorkshire Building Society,
38 High Street,
Chalfont St. Peter,
Buckinghamshire.
SL9 9RA

Charities Aid Foundation,
Kings Hill,
West Malling,
Kent.
ME19 4TA

Solicitors

Lovegrove and Eliot,
4 Park Street,
Windsor,
Berkshire.
SL4 1JS

Owen White,
Senate House,
62-70 Bath Road,
Slough.
SL1 3SR

REPORT OF THE DIRECTORS

YEAR ENDED 31ST MARCH 2000

The Directors submit their Annual Report and the audited Group Financial Statements for the year ended 31st March 2000. The Directors who served during the year were:-

Mr. B. W. Learmount (Chairman)	
Mr. C. J. Wright (Deputy Chairman)	
Mr. G. Aitken	RMC - Halls Aggregates
Mr. B. G. Allen (appointed 11 February 2000)	Buckingham County Council
Mrs. J. Bradley	Heathrow Airport Limited
Mr. M. Craxton	London Borough of Hillingdon
Mr. D. Clancy	M. J. Clancy and Sons Limited
Mr. H. S. Ghatora	Slough Borough Council
Mr. N. S. Grundon	S. W. Grundon & Sons Limited
Mr. C. Hawkins	The National Grid Company Plc
Mrs. S. Howkins (appointed 29 October 1999)	Chiltern District Council
Mr. H. P. G. Hinde	Bucks Berkshire and Oxon Naturalists Trust
Mrs. J. Masih	Owen White
Mr. D. M. Millis FCA	Finance Director
Mr. R. Morley	Groundwork Federation
Mr. P. Prior	Summerleaze Limited
Dr. H. Somerville	British Airways PLC
Mrs. R. E. Temple	South Buckinghamshire District Council
Mr. G. W. Wainwright (resigned 29 October 1999)	Chiltern District Council
Mr. R. J. Worrall (resigned 31 March 2000)	Buckinghamshire County Council

The Directors had no interest in the shares of the Company's subsidiary.

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 the Group and of the surplus or deficit of the Group for that period. In preparing those Financial Statements, the Directors are required to:

- ♦ select suitable accounting policies and then apply them consistently;
- ♦ make judgements and estimates that are reasonable and prudent;
- ♦ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Financial Statements, and
- ♦ prepare the Financial Statements on the going concern basis.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and of the Group and to enable them to ensure that the Financial Statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Company and of the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

REPORT OF THE DIRECTORS

YEAR ENDED 31ST MARCH 2000

Principal Activities

The Trust is a registered charity and a company limited by guarantee and is governed by its Memorandum and Articles of Association.

During 1999 to 2000 the Trust has continued in the regeneration, protection and improvement of the environment in the Colne Valley Regional Park, Hillingdon, Hounslow and East Berkshire areas of the Thames Valley. Activities also contribute to social and economic regeneration and sustainable development. This included an enhanced role in the Colne Valley by developing the strategy and taking over the management of the visitors centre and promotional activities.

Business Review and Future Developments

During the first six months of the year the Trust experienced a very turnover in staff. This resulted in increased recruitment and training costs and an upgrade of staff salaries as part of a staff retention policy. This has enabled us to achieve our charitable outputs and commitment on project delivery, whilst overcoming our human resources issue.

The Trust has continued to be successful in obtaining Landfill Tax Credits from both local and national operators. This money is used for a wide range of projects including the creation of cycleways, improvement of urban parks and play facilities. It has also been used for a number of waste minimisation schemes including research into the use of gasifiers.

Single Regeneration Partnerships have supported a range of regeneration projects in Slough and Hillingdon. This includes the start of a three year food garden project in Slough and the creation of a Cyber Café from redundant shops in West Drayton.

The Trust has also progressed the construction of the Greenways network through the Colne Valley Regional Park that will be completed later in the year.

The Trust has also continued its broad-based environmental remit, focusing on priority areas of social deprivation and areas under pressure from development. This in line with its objectives in the following three areas:

Physical Environmental Improvements: To be a leading land improvement agency increasing the amounts of unproductive land and buildings being brought back into beneficial use.

Education and Community Involvement: To create opportunities for more people to learn about, be actively involved and committed to take action for the environment.

Integrating the Economy and the Environment: To help business improve its environmental performance and competitiveness and create opportunities for business involvement in community regeneration.

Results for the Year

The operating surplus for the year amounted to £52139 (1999 : £66181) as set out in the Financial Statements. Of this amount £32212 was a surplus on restricted funds which has been transferred to unrestricted funds because the restrictions of the funders had been met.

REPORT OF THE DIRECTORS

YEAR ENDED 31ST MARCH 2000

Year 2000

The year 2000 issue is so complex that no business can categorically state that it will not experience some problems. However, the year 2000 issue has had no adverse effect on the Company as at the date of this report and is not expected to.

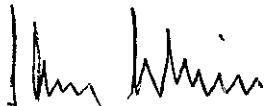
Changes in Fixed Assets

The movements in fixed assets during the year are set out in note 5 to the Financial Statements.

Auditors

A resolution proposing that E. A. Kench & Co. be re-appointed as auditors of the Company will be put to the Annual General Meeting.

Approved by the Board on 14 JUL 2000
and signed on its behalf by



J. Carine
Company Secretary

TO THE MEMBERS OF

THE THAMES VALLEY GROUNDWORK TRUST LIMITED

We have audited the Consolidated Financial Statements on pages 6 to 19.

Respective Responsibilities of Directors and Auditors

As described on page 2, the Company's Directors are responsible for the preparation of the Financial Statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

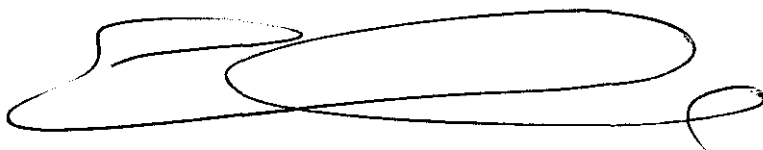
Basis of Opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the Financial Statements, and of whether the accounting policies are appropriate to the circumstances of the Company and of the Group, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Financial Statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the Financial Statements.

Opinion

In our opinion the Financial Statements give a true and fair view of the state of affairs of the Company and the Group as at 31st March 2000 and of its net income and net movement in funds of the Group for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



E. A. Kench & Co.,
Chartered Accountants,
Registered Auditor,
10 Station Road,
Henley on Thames,
Oxfordshire.

18 JUL 2000

(LIMITED BY GUARANTEE)CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIESYEAR ENDED 31ST MARCH 2000

	<u>Notes</u>	<u>Un- Restricted Funds</u>	<u>Restricted Funds</u>	<u>Totals</u>	<u>1999</u>
<u>INCOMING RESOURCES</u>					
Core Funding		-	85420	85420	100885
Project Funding		-	2003444	2003444	2262548
Less Deferred Income		-	(510913)	(510913)	(950620)
Interest Receivable		19927	-	19927	18677
Other Income		-	9379	9379	11383
Net Income of Trading Subsidiary	6	-	592	592	-
Total Income	2	<u>19927</u>	<u>1587922</u>	<u>1607849</u>	<u>1442873</u>
<u>RESOURCES EXPENDED</u>					
<u>Direct Charitable Expenditure:-</u>	3		1372260	1372260	1190550
<u>Other Expenditure:-</u>					
Fund-raising and Publicity			74231	74231	52637
Management and Administration of the Charity			109219	109219	133023
Net Expenditure of Trading Subsidiary	6	-	-	-	482
<u>Total Resources Expended</u>		<u>-</u>	<u>1555710</u>	<u>1555710</u>	<u>1376692</u>
<u>Net Incoming Resources before Transfers</u>	4	19927	32212	52139	66181
Transfers between funds		32212	32212	-	-
<u>Net Movement in Funds</u>		<u>52139</u>	<u>-</u>	<u>52139</u>	<u>66181</u>
Fund balances brought forward at 1st April 1999		312085	-	312085	245904
Fund Balances carried forward at 31st March 2000		<u>£364224</u>	<u>£-</u>	<u>£364224</u>	<u>£312085</u>

All of the above results are derived from continuing activities.

The Trust has no other recognised gains and losses other than those stated above.

The attached notes form an integral part of these Financial Statements.

(LIMITED BY GUARANTEE)**CONSOLIDATED SUMMARY INCOME AND EXPENDITURE ACCOUNT****YEAR ENDED 31ST MARCH 2000**

	<u>Notes</u>	<u>1999</u>
<u>TURNOVER FROM CONTINUING OPERATIONS</u>	1577951	1412813
Sundry Income	9379	11383
Non-charitable trading activities net income/(expenditure)	6 592	(482)
	<u>1587922</u>	<u>1423714</u>
Staff Costs	(551627)	(450507)
Depreciation and other amounts written off Tangible Fixed Assets	(18112)	(21034)
Project Costs	(900411)	(804126)
Overheads	(85560)	(100543)
<u>OPERATING RESULT</u>	<u>32212</u>	<u>47504</u>
Interest Receivable	19927	18677
<u>EXCESS OF INCOME OVER EXPENDITURE</u>	<u>£ 52139</u>	<u>£ 66181</u>

The Trust has not recognised any other gains during the year.

A statement of movements on general reserve is given in Note 12.

Total income comprises £1587922 for restricted funds and £19927 for unrestricted funds. A detailed analysis of income by source is provided in the Statement of Financial Activities.

Turnover of non-charitable trading activities amounted to £23182. A detailed analysis of the trading results is shown in Note 6. Detailed analyses of the expenditure are provided in the Statement of Financial Activities and Note 3.

Net income for the year of £52139 comprises £19927 net income of unrestricted funds and £32212 net income of restricted funds as shown in the Statement of Financial Activities.

The Summary Income and Expenditure Account is derived from the Statement of Financial Activities on page 6 which together with the attached notes provides full information on the movements during the year on all the funds of the group.

(LIMITED BY GUARANTEE)

CONSOLIDATED BALANCE SHEET

31ST MARCH 2000

<u>FIXED ASSETS</u>	<u>Note</u>		<u>1999</u>
Tangible Assets	5	68557	<u>57821</u>
<u>CURRENT ASSETS</u>			
Debtors	7	460853	749407
Cash at Bank and in Hand	8	1124900	1246137
		<u>1585753</u>	<u>1995544</u>
<u>Creditors:</u> Amounts falling due within one year	9	(1239515)	(1674389)
<u>NET CURRENT ASSETS</u>		<u>346238</u>	<u>321155</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		<u>414795</u>	<u>378976</u>
Provisions for Liabilities and Charges	10	(50571)	(66891)
<u>NET ASSETS</u>		<u>£364224</u>	<u>£312085</u>
<u>INCOME FUNDS</u>			
Unrestricted Funds:			
General Funds	11	364224	312085
Total Funds	11	<u>£364224</u>	<u>£312085</u>

The attached notes form an integral part of these Financial Statements.

Approved by the Board of Directors on 14 JUL 2000
and signed on its behalf by



B. Learmount
Chairman



D. M. Millis FCA
Finance Director

(LIMITED BY GUARANTEE)COMPANY BALANCE SHEET31ST MARCH 2000

<u>FIXED ASSETS</u>	<u>Note</u>		<u>1999</u>
Tangible Assets	5	62032	48686
Investments	6	100	100
		<u>62132</u>	<u>48786</u>
 <u>CURRENT ASSETS</u>			
Debtors	7	477511	764325
Cash at Bank and in Hand	8	1101271	1233206
		<u>1578782</u>	<u>1997531</u>
<u>Creditors:</u> Amounts falling due within one year	9	(1230464)	(1671414)
<u>NET CURRENT ASSETS</u>		<u>348318</u>	<u>326117</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		<u>410450</u>	<u>374903</u>
Provisions for Liabilities and Charges	10	(50000)	(66000)
<u>NET ASSETS</u>		<u>£360450</u>	<u>£308903</u>
 <u>INCOME FUNDS</u>			
Unrestricted Funds:			
General Funds	11	360450	308903
Total Funds	11	<u>£360450</u>	<u>£308903</u>

The attached notes form an integral part of these Financial Statements.

Approved by the Board of Directors on 14 JUL 2000
and signed on its behalf by:

B. Learmount
Chairman

D. M. Millis FCA
Finance Director

(LIMITED BY GUARANTEE)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2000

1. ACCOUNTING POLICIES

Basis of Preparation

The Financial Statements have been prepared under the historical cost convention. The accounts, incorporating a Statement of Financial Activities, have been prepared in accordance with the Statement of Recommended Practice (SORP) Accounting by Charities and applicable accounting standards.

The Group Financial Statements consolidate the Financial Statements of the Company and its subsidiary undertakings made up to 31st March 2000. The profits and losses of subsidiary undertakings are consolidated from the date of acquisition to the date of disposal. The Company is exempt from publishing its income and expenditure account.

Company Status

The Trust is a Company limited by guarantee. The members are guarantors who have a liability limited to £10 each to contribute in the event of a winding up. The Trust has availed itself of Paragraph 3 (3) of Schedule 4 of the Companies Act and adapted the Companies Act formats to reflect the special nature of the Company's activities.

Deferred Taxation

Deferred Tax is provided in respect of the tax effect of all timing differences to the extent that it is probable that a liability will crystallise in the foreseeable future.

Fund Accounting

General funds are available for use at the discretion of the Directors in furtherance of the general objectives of the Trust.

Restricted funds are funds subject to specific restrictive conditions imposed by funders or by the purpose of the grant. The purpose and use of the restricted funds is set out in the notes to the Financial Statements.

All income and expenditure is shown in the Statement of Financial Activities.

Resources arising

Income

Income or grants received in advance are held in deferred income, as part of restricted funds, and carried forward to future accounting periods to be released when the measurable stages of work have been completed, approved or certified. Any grants restricted to future accounting periods are deferred and recognised in those accounting periods.

During the year the Trust received gifts in kind valued at £349538 (1999 : £236015). This is valued at the estimated market value of services provided. Contracts to the value of £78000(1999 : £186445) were managed.

(LIMITED BY GUARANTEE)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

YEAR ENDED 31ST MARCH 2000

1. ACCOUNTING POLICIES (Continued)

Resources Expended

The cost headings comprise expenditure, including staff costs, directly attributable to the activity. Where costs cannot be directly attributed they have been allocated to activities on a basis consistent with use of the resources.

Support costs comprise all services supplied centrally identifiable as wholly or mainly in support of charitable expenditure and include an appropriate proportion of general overheads.

Central overheads are allocated on the basis of their use with the aim of ensuring that those costs remaining within administration relate to the management of the Trust's assets, organisational administration and compliance with constitutional and statutory requirements.

Tangible Fixed Assets and Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight line basis over their expected useful economic lives as follows:

Project Equipment	-	over 4 years
Office Equipment	-	over 5 years
Motor Vehicles	-	over 5 years

Capital Grants

Grants that relate to specific capital expenditure are treated as deferred income which is released to the credit of the Income and Expenditure Account over the related assets useful life.

Pension Costs

The Trust operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Trust in an independently administered fund. The amount charged against profits represents the contributions payable to the scheme in respect of the accounting period. In addition, the Directors may make supplementary pension provisions from time to time as detailed in Note 14.

Cash Flow

The Trust qualifies as a small Company under the terms of section 247 of the Companies Act 1985. As a consequence it is exempt from the requirement to publish a cash flow statement.

(LIMITED BY GUARANTEE)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

YEAR ENDED 31ST MARCH 2000

2. TOTAL INCOMING RESOURCES

		<u>1999</u>
Central Government	140134	102615
Government Regional Offices	154054	103267
Local Government	762425	627924
Private Sector	530717	580390
	<u>1587330</u>	<u>1414196</u>
Interest Receivable	19927	18677
Net Income of Trading Subsidiary (Note 6)	592	-
Management Charge Receivable from Subsidiary	-	10000
	<u>£1607849</u>	<u>£1442873</u>

3. TOTAL RESOURCES EXPENDED

	<u>Staff Costs</u>	<u>Other Direct Costs</u>	<u>Other Allocated Costs</u>	<u>Total 2000</u>	<u>Total 1999</u>
Physical environment improvements	270116	578642	50153	898911	649448
Education and community involvement	123011	255100	22839	400950	364401
Integration of environment and economy	21135	47339	3925	72399	176701
	<u>414262</u>	<u>881081</u>	<u>76917</u>	<u>1372260</u>	<u>1190550</u>
Fund-raising and publicity	53272	7759	13200	74231	52637
Management and administration of the Charity	84093	11571	13555	109219	133023
Net Expenditure of Trading Subsidiary (Note 6)	-	-	-	-	482
	<u>551627</u>	<u>900411</u>	<u>103672</u>	<u>1555710</u>	<u>£1376692</u>

STAFF COSTS

		<u>1999</u>
Wages and Salaries	483633	390978
Social Security Costs	39404	35089
Pension Costs	28590	24440
	<u>£551627</u>	<u>£450507</u>

No employee earned £40,000 pa or more

TRUSTEES' REMUNERATION AND EXPENSES

The Trustees received no remuneration.

Expenses of £1615 relating to travel, telephone and postage expenses were reimbursed to Trustees during the year.

(LIMITED BY GUARANTEE)NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)YEAR ENDED 31ST MARCH 2000**4. NET INCOMING RESOURCES BEFORE TRANSFERS IS STATED AFTER CHARGING**

		<u>1999</u>
Auditors' Remuneration	£ 6095	£ 6165
Depreciation of Owned Assets	<u>£20722</u>	<u>£ 23644</u>

The average number of employees, analysed by function was: 1999

Direct Charitable Expenditure	21	17
Management and Administration of the Charity	5	4
	<u>26</u>	<u>21</u>

Allocated Costs

Premises	10486	8208
Centralised Services	78597	102006
Travel	9505	7440
Other Operating Costs	5084	3923
	<u>£103672</u>	<u>£121577</u>

The Group's Net Incoming Resources of £52139 comprised the Holding Company's surplus of £51547 and the Subsidiary's surplus of £592.

5. TANGIBLE FIXED ASSETS

(i) <u>Group Cost</u>	<u>Project Equipment</u>	<u>Office Equipment</u>	<u>Motor Vehicles</u>	<u>Total</u>
At 1st April 1999	9592	106094	65365	181051
Additions	-	15544	15914	31458
Disposals	-	-	(4140)	(4140)
At 31st March 2000	<u>£ 9592</u>	<u>£121638</u>	<u>£77139</u>	<u>£208369</u>
<u>Depreciation</u>				
At 1st April 1999	9592	82006	31632	123230
Charge for the Year	-	8328	12394	20722
Disposals	-	-	(4140)	(4140)
At 31st March 2000	<u>£ 9592</u>	<u>£90334</u>	<u>£39886</u>	<u>£139812</u>
<u>Net Book Value</u>				
At 1st April 1999	£ -	£24088	£33733	£57821
At 31st March 2000	<u>£ -</u>	<u>£31304</u>	<u>£37253</u>	<u>£68557</u>

(LIMITED BY GUARANTEE)NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)YEAR ENDED 31ST MARCH 2000**5. TANGIBLE FIXED ASSETS (Continued)**

(ii) The net book value at 31st March 2000 represents assets for:

	<u>Project Equipment</u>	<u>Office Equipment</u>	<u>Motor Vehicles</u>	<u>Total</u>
Direct Charitable Purposes:	-	18584	26707	45291
Management and Administration of Trust	-	12720	10546	23266
Total	£ -	£31304	£37253	£68557

(iii) <u>Company Cost</u>	<u>Project Equipment</u>	<u>Office Equipment</u>	<u>Motor Vehicles</u>	<u>Total</u>
At 1st April 1999	9592	93044	65365	168001
Additions	-	15544	15914	31458
Disposals	-	-	(4140)	(4140)
At 31st March 2000	£ 9592	£108588	£77139	£195319

Depreciation

At 1st April 1999	9592	78091	31632	119315
Charge for the Year	-	5718	12394	18112
Disposals	-	-	(4140)	(4140)
At 31st March 2000	£ 9592	£83809	£39886	£133287

Net Book Value

At 1st April 1999	£ -	£14953	£33733	£48686
At 31st March 2000	£ -	£24779	£37253	£62032

(LIMITED BY GUARANTEE)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

YEAR ENDED 31ST MARCH 2000

6. FIXED ASSETS INVESTMENTS

The Trust owns the whole of the issued ordinary share capital of Groundwork Environmental Services (Thames Valley) Limited, a Company registered in England. The Company's principal activities are the provision of environmental services.

A summary of the results of the subsidiary is shown below:

Trading Subsidiary

		<u>1999</u>
Turnover	25792	8170
Cost of Sales	(20628)	4971
Gross Profit	<u>5164</u>	<u>13141</u>
Administrative Expenses (1999 - including management charge)	(4615)	(13757)
Net Profit/(Loss) on Ordinary Activities Before Taxation	<u>549</u>	<u>(616)</u>
Tax	43	134
Net Profit/(Loss) on Ordinary Activities After Taxation	<u>£ 592</u>	<u>£ (482)</u>

Audited Accounts are filed with the Registrar of Companies.

	<u>Group</u>	<u>1999</u>	<u>Company</u>	<u>1999</u>
7. <u>DEBTORS</u>				
Trade Debtors	319989	235483	332039	228057
Amounts owed by subsidiary undertakings	-	-	12344	12344
Other Debtors	-	18666	-	18666
Prepayments and Accrued Income	140864	495258	133128	505258
	<u>£460853</u>	<u>£749407</u>	<u>£477511</u>	<u>£764325</u>

8. **CASH AT BANK AND IN HAND** includes £454415 (1999 : £922738) in respect of Landfill Tax Rebates.

(LIMITED BY GUARANTEE)NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)YEAR ENDED 31ST MARCH 20009. CREDITORS: amounts falling due within one year:

	<u>Group</u>		<u>Company</u>	
		<u>1999</u>		<u>1999</u>
Trade Creditors	47338	123695	47338	123695
VAT, PAYE and Social Security costs	19399	1974	15719	-
Accruals and Deferred Income	1172778	1548720	1167407	1547719
	<u>£1239515</u>	<u>£1674389</u>	<u>£1230464</u>	<u>£1671414</u>

10. PROVISIONS FOR LIABILITIES AND CHARGES

<u>Pension and Similar Obligations</u>	<u>Group</u>		<u>Company</u>	
		<u>1999</u>		<u>1999</u>
At 1st April 1999	10000	10000	10000	10000
Charge for the Year	(10000)	-	(10000)	-
At 31st March 2000	<u>£ -</u>	<u>£ 10000</u>	<u>£ -</u>	<u>£ 10000</u>

Deferred Taxation – Accelerated Capital Allowances

	<u>Group</u>		<u>Company</u>	
		<u>1999</u>		<u>1999</u>
At 1st April 1999	891	1096	-	-
Charge for the Year	(320)	(205)	-	-
At 31st March 2000	<u>£ 571</u>	<u>£ 891</u>	<u>£ -</u>	<u>£ -</u>

<u>Other Provisions</u>	<u>Group</u>		<u>Company</u>	
		<u>1999</u>		<u>1999</u>
At 1st April 1999	56000	30000	56000	30000
Charge for the Year	(6000)	26000	(6000)	26000
At 31st March 2000	<u>£50000</u>	<u>£56000</u>	<u>£50000</u>	<u>£56000</u>

Other provisions are in relation to possible redevelopment and reorganisation expenses.

(LIMITED BY GUARANTEE)NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)YEAR ENDED 31ST MARCH 200011. STATEMENT OF FUNDS

<u>Group</u>	Balance 1 April 1999	Movement In Year	Balance 31 March 2000
Unrestricted Funds: General Funds	312085	52139	364224
Restricted Funds	-	-	-
	<u>£312085</u>	<u>£ 52139</u>	<u>£364224</u>
<u>Company</u>			
Unrestricted funds: General Funds	308903	51547	360450
Restricted Funds	-	-	-
	<u>£308903</u>	<u>£51547</u>	<u>£360450</u>

All funds are raised and given for specific purposes and projects and are output related. These outputs incorporate fees, consultancies, project expenditure and implementation work. The conditions governing the income or grants restrict these funds and when these conditions have been met the earned income becomes unrestricted and used as a contribution to the Trust's unrestricted funds. The Trust's unrestricted funds can be used, with the approval of the Trust's Board, to fund any expenditure relating to projects or general running costs which fall within the Trust's general aims and objectives.

(LIMITED BY GUARANTEE)NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)YEAR ENDED 31ST MARCH 2000**12. ANALYSIS OF GROUP NET ASSETS BETWEEN FUNDS**

	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Total Funds</u>
Fund balances at 31st March 2000 are represented by:			
Tangible Fixed Assets	68557		68557
Current Assets	107840	510913	1585753
Current Liabilities	(728602)	(510913)	(1239515)
Provisions for Liabilities and Charges	(50571)		(50571)
Total Net Assets	<u>£364224</u>	<u>£ -</u>	<u>£364224</u>

13. PENSION COSTS

The Company operates a defined contribution pension scheme. The amount charged against profits represents the contributions payable to the scheme in respect of the account and amount to £28590 (1999 : £25025). There were no outstanding contributions at either the beginning or end of the financial year.

14. GRANTS RECEIVABLE

The following local authorities have provided financial assistance in excess of £2000 to the Trust, during the year.

<u>Name of Authority</u>	<u>Amount Awarded</u>	<u>Purpose of Grant</u>
Buckinghamshire County Council	10000	Core funding
Chiltern District Council	4500	Core funding
London Borough of Hillingdon	20000	Core funding
Slough Borough Council	20020	Core funding
South Bucks District Council	6400	Core funding
Three Rivers District Council	4500	Core funding

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

YEAR ENDED 31ST MARCH 2000

16. RELATED PARTY TRANSACTIONS

During the year the Company undertook transactions with Companies and organisations represented on the Board of Directors as follows:

(a) Landfill Tax Grants were received as follows:

- (i) £52500 (1999 : £270,000) from RMC – Halls Aggregates – interest accrued of £7663 (1999 : £4900).
- (ii) £Nil (1999 : £43333) from S. W. Grundon & Sons Limited – interest accrued of £1492 (1999 : £2724).
- (iii) £285750 (1999 : £335000) from Summerlease Limited – interest accrued of £14404 (1999 : 14187)

(b) Goods and services were purchased as follows:

- (i) £4065 (1999 : £47330) from Summerlease Limited.
- (ii) £8000 from organisations within the Groundwork umbrella.
- (iii) £12132 (1999 : £Nil) from the Clancy Group of Companies.

(c) Contributions to funding were received as follows:

- (i) £40276 (1999 : £31324) from National Grid Company Plc.
- (ii) £355529 (1999 : £240598) from organisations within the Groundwork umbrella.
- (iii) £80592 (1999 : £74202) from Heathrow Airport Limited and other group companies.

(d) At 31st March 2000, the Company's debtors included £25623 (1999 : £47443) due from Groundwork Foundation Limited and £1000 (1999 : £19907) due from other companies within the Groundwork umbrella.

(e) At 31st March 2000 the Company held balances in bank accounts for expenditure on Landfill Tax projects, such balances being included in creditors on the Company's Balance Sheet. These balances represented the balance of money received from Companies represented on the Board of Directors as follows:

- i) £11225 (1999 : £68366) relating to S. W. Grundon & Sons Limited.
- ii) £287632 (1999 : £390779) relating to Summerlease Limited.
- iii) £108188 (1999 : £210675) relating to RMC - Halls Aggregates.