

OGWR Groundwork Trust

(A Company Limited by guarantee)

Abbreviated Accounts 31st March 1997

Registered number: 701896

Company number: 2388397



OGWR Groundwork Trust

Auditors' Report to Ogwr Groundwork Trust

Under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 2 to 5 together with the financial statements of the company for the year ended 31st March 1997 prepared under section 226 of the Companies Act 1985.

Respective Responsibilities of Directors and Auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of Opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts on pages 2 to 5 are properly prepared in accordance with those provisions.

Graham Paul & Co.
16.1.98

Graham Paul & Co.

Chartered Accountants

Registered Auditors

**Bridgend
A.T.**

Balance Sheet

	Notes	1997 £	1996 as restated £
Fixed Assets			
Tangible Assets	3	244,373	248,269
Investment in subsidiary undertaking	4	1	1
		<u>244,374</u>	<u>248,270</u>
Current Assets			
Debtors		205,401	124,133
Cash at Bank and in Hand		598,530	205,219
		<u>803,931</u>	<u>329,352</u>
Creditors: Amounts falling due within one year:-		679,300	252,355
Net Current Assets		<u>124,631</u>	<u>76,997</u>
Net Assets		<u>369,005</u>	<u>325,267</u>

369,005	325,267
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The annexed notes form part of these abbreviated accounts

OGWR Groundwork Trust

Notes to the Financial Statements

For the year ended 31st March 1997

1. Accounting Policies

a) Basis of preparation

The financial statements have been prepared under the historical cost convention. Comparative figures have been restated, and appropriate explanations given. The accounts, incorporating a Statement of Financial Activities, have been prepared in accordance with the Statement of Recommended Practice "Accounting by Charities" (the "SORP") and applicable accounting standards.

To reflect better the use of resources, changes have been made to the expenditure categories and the allocation under which they are shown. Comparative figures have been restated.

b) Fund accounting

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

Designated funds comprise general funds which have been set aside at the discretion of the directors for specific purposes. The purpose and use of designated funds is set out in the notes to the financial statements.

Restricted funds are subject to specific restrictive conditions imposed by founders or by the purpose of the appeal. The purpose and use of restricted funds is set out in the notes to the financial statements.

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

c) Resources arising

Core Funding is in the form of grants which are accounted for on a receivable basis and are credited to income. Any unspent balances are carried forward on the appropriate fund. Any grants restricted to future accounting periods are deferred and recognised in those accounting periods.

d) Gifts in kind

The values attributed to gifts in kind are based on a reasonable estimate of their value to the Trust, or the amount actually realised.

Assets given for use by the Trust are recognised as incoming resources when receivable.

e) Company status

The Trust is a company limited by guarantee. The guarantors are the Groundwork Foundation and Bridgend County Borough Council. The liability in respect of the guarantee is limited to £1 per member of the company. The Trust has availed itself of Paragraph 3 (3) of Schedule 4 of the Companies Act and adapted the Companies Act 1985 formats to reflect the special nature of the companies activities.

OGWR Groundwork Trust

Notes to the Financial Statements (continued)

For the year ended 31st March 1997

1. Accounting Policies (continued)

f) *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.

g) *Tangible fixed assets and depreciation*

Tangible fixed assets are stated at cost including any incidental expenses of acquisition.

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:-

Freehold Land	-	Nil
Freehold Buildings	-	4%
Equipment	-	20%
Motor Vehicles	-	20%

h) *Pension costs*

Pension obligations consist of defined contribution superannuation schemes. The contribution charged to the Statement of Financial Activities are those contributions payable to the pension schemes in respect of the accounting period.

2. Restatement of prior years

Following the adoption of a statement of financial activities, the following changes have been made:

Government Grants

Grants received in respect of capital expenditure are repayable under certain conditions. These were previously included under deferred income and credited to income over the life of the asset to which the grant related. These are now treated as restricted funds and a transfer of £56,280 was made during the year to unrestricted funds on the release of the restrictions.

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Notes to the Financial Statements (continued)

For the year ended 31st March 1997

2. Restatement of prior years (continued)

The impact of this change in accounting policy on prior years results and reserves carried forward are as follows:

	£
Funds brought forward at 1st April 1996	
as previously stated	78,592
Capital Grants previously shown as deferred income	246,675
Funds brought forward at 1st April 1996	
as revised	<u>325,267</u>
General Funds brought forward at 1st April 1996	0
Restricted Funds brought forward at 1st April 1996	325,267
	<u>325,267</u>

3. Tangible Fixed Assets

	Total £
Cost	
Opening Balance	329,940
Additions	20,755
Disposals	(9,993)
Closing Balance	<u>340,702</u>
Depreciation	
Opening Balance	81,671
Charges	22,678
Disposals	(8,021)
Closing Balance	<u>96,328</u>
Net Book Value	
Opening Balance	<u>248,269</u>
Closing Balance	<u>244,374</u>

4. Investment in Subsidiary Undertaking

The trust owns 100% of the issued ordinary share capital of Sustainable Developments Associates Limited, a company registered in England and Wales. The company's principal activities are the provision of environmental services.