

THE PATHS FOR ALL PARTNERSHIP
(A Company limited by guarantee, not having a share capital)
REPORT and FINANCIAL STATEMENTS
for the year to 31 March 2005

Reg No. SC168554



Scottish Charity No SC025535

Bankers
Bank of Scotland
21 Mar Street
Alloa
Clackmannanshire
FK10 1HR

Auditors
Dickson Middleton
20 Barnton Street
Stirling
FK8 1NE

Registered/ Principal Operational Office
Inglewood House
Tullibody Road
ALLOA
Clackmannanshire
FK10 2HU

THE PATHS FOR ALL PARTNERSHIP

REPORT OF THE DIRECTORS

The Directors of The Paths For All Partnership have pleasure in presenting their report and the audited financial statements for the year to 31 March 2005.

Constitution

The Paths For All Partnership is a company limited by guarantee and has no share capital. It was promoted by Scottish Natural Heritage to take forward the Paths For All Initiative to help others provide better opportunities for walkers, horse riders and cyclists to enjoy the countryside in and around their town or village. The Paths For All Partnership represents Scottish Natural Heritage, Scottish Local Authorities, the Enterprise Company network, landowners and land managers and recreational, sporting, tourist and other interests. The company was incorporated on 19 September 1996. It is recognised by the Inland Revenue as a Scottish Charity. Its Scottish Charity number is SC025535. It is also recognised by Entrust as an Enrolled Environmental Body, accredited to receive Landfill Tax Credits.

Principal Activity

The principal activity of the company is to work in partnership with others to create more paths in Scotland for people of all ages and abilities to enjoy walking, horse riding and cycling, to promote the greater use of path networks for these purposes and to manage the Paths to Health Project, largely funded by the New Opportunities Fund.

Review of the year and future developments

The financial results for the year are set out in the financial statements that follow. The Directors regard the financial position to be satisfactory. The surplus for the year of £17,978 has been carried forward to the 2005-2006 financial year budget in order to compensate partly for the reduction in SNH grant, whilst satisfying the Directors' wishes to maintain full staff complement.

The Directors have delegated the audit function to the Audit Director who reports to the Board. The Directors have conducted a review of the comprehensive assessment of risk and risk management of the company's operations for the year 2004-2005. They concluded that adequate systems and procedures are in place to ensure effective governance of the company and to comply with the Statement of Recommended Practice, Accounting and Reporting by Charities. The Directors will review this governance statement annually.

A detailed Business Plan was prepared for 2004-2005 covering the 5 Partnership programmes, including the Paths to Health Project. The majority of the targets were achieved and good progress was made once again in supporting local authority and National Park Authority participation in the Paths for All approach to path network development – through Outdoor Access Strategies, Access Officers, Local Access Forums (LAFs), steering groups, Core Paths Planning and path network projects. This process was assisted by enactment of the Land Reform (Scotland) Act 2003 and associated Scottish Outdoor Access Code in February 2005. Enactment of the new access legislation has provided a renewed focus for the Partnership's 'outdoor access' activities.

Staff work programmes and a performance and development review system, which links to the Partnership's Strategy Implementation Plan and Business Plan are now operational and linked to the quarterly reporting for Board meetings. Policies on pensions, procurement procedures, maternity & paternity leave and redundancy were approved by Directors. A Health and Safety Adviser and Employment Law Adviser were appointed on a retainer basis. The comprehensive Framework Agreement agreed with SNH remains the formal basis for the Partnership's relationship with SNH.

Regarding the Outdoor Access team, a comprehensive training and development programme for 2004/2005, comprising 9 events and attracting 351 participants (including 160 delegates at a first national LAF networking day), was successfully discharged. Development Officers continue to provide advice, support, guidance and training on Outdoor Access Strategies, Local Access Forums, steering groups, Core Paths Plans, technical matters and more generally on the creation of well designed, managed and promoted path networks. The Highlands and Islands Community Support Project is fully operational. The Project provided 5 training courses with a further 4 planned.

The Paths to Health Project underwent a significant expansion during the year with a further injection of a grant for £936,141 (£385,391 for 2004/05 and £550,750 for 2005/06) received from the Scottish Executive Health Department in November 2004. The Project is now considered as a major delivery tool of the Scottish Physical Activity Strategy and was given a significant mention in the Chief Medical Officer's Annual Report for 2004. Three new Development Officers were appointed. Approximately £1 million of grants have been distributed to 90 local schemes to lever in a total investment of approximately £3 million. It is estimated that these grants have supported 29 posts equivalent to 17.5

THE PATHS FOR ALL PARTNERSHIP

REPORT OF THE DIRECTORS (continued)

FTEs. Strategic grants were negotiated with Living Streets, Sustrans and Ramblers Association Scotland. Two Scheme Initiator, 37 Walk Leader and 2 'Next Steps' training courses were run with approximately 1,200 walk leaders trained (of which an estimated 70% are leading walks). Local Schemes are now using the evaluation framework and an interim report was produced. A very successful national networking event was held in September with 160 delegates attending. The pedometer loan pack has been developed, ready for piloting.

With respect to external communications, the 'Outdoor Access Strategies – A Guide to Good Practice' was published; the Partnership assisted the British Horse Society in producing the 'Equestrian Access Factsheet', a summary of which was added to the Lowland Path Construction Guide; the Partnership also assisted the Scottish Rural Property and Business Association in its production 'Managing Access – Guidance for Owners and Managers of Land'; and the Partnership published its vision booklet 'Paths for All – a Vision for Scotland's Communities', which expounds the wide-ranging benefits of paths. Three editions of each of The Right Track newsletter and Paths to Health newsletter were circulated to 4,500 recipients per issue; and 3 editions of the Paths to Health Volunteer Walk Leader newsletter were circulated to 1400 recipients per issue. The Partnership's website, including the Paths to Health Project component, was further enhanced and is now a major communication tool.

The Partnership is in the process of developing its Strategy for 2006 – 2009. The Strategy will build on a long-term, Partnership-wide vision of *a Scotland of active communities where each community has a network of paths on which people want to walk, ride and cycle. This will deliver health, community, sustainable transport and economic benefits for Scotland.*

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REPORT OF THE DIRECTORS (contd.)

Directors

The following persons acted as directors of the company during the year to 31 March 2005:

			First appointed on	Notes
Magnus Magnusson	President	(appointed)	30 October 2002	
Robert Maund	Chairman	(appointed)	30 October 2002	
Ann Fraser	Director	(elected)	26 June 1997	Retired 27 October 2004
David Grosz	Director	(elected)	25 October 2000	Resigned 12 May 2004
Priscilla Gordon-Duff	Director	(elected)	31 October 2001	Resigned 27 October 2004
Bruce Logan	Director	(elected)	30 October 2002	
Nick Kempe	Director	(appointed)	25 June 2003	
Chris Broome	Director	(appointed)	29 October 2003	
George Lawrie	Director	(elected)	29 October 2003	
Patricia Somerville	Director	(elected)	27 October 2004	
Ian McCall	Director	(elected)	27 October 2004	
Robert Balfour	Director	(elected)	27 October 2004	

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 surplus or deficit of the company for that year. In preparing these 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;
prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the company will continue to operate.

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 1985. 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.

Directors' and Officers' liability insurance

During the year the company purchased liability insurance for its directors and staff as permitted by Section 310(3) of the Companies Act 1985.

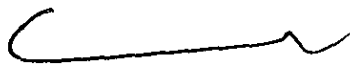
Changes in fixed assets

The movements in fixed assets during the year are set out in note 6 to the financial statements.

Auditors

Dickson Middleton are auditors to the company and the Directors recommend their reappointment at the Annual General Meeting. A resolution will be proposed at the Annual General Meeting authorising the Directors to fix the remuneration of the auditors.

BY ORDER OF THE BOARD



Messrs Campbell Smith WS
Company Secretaries
Edinburgh
EH1 3EN

2nd September 2005

THE PATHS FOR ALL PARTNERSHIP

INDEPENDENT AUDITORS REPORT to the Members of THE PATHS FOR ALL PARTNERSHIP for the year ended 31 March 2005

We have audited the financial statements of The Paths For All Partnership for the year ended 31 March 2005 which comprise the Income and Expenditure Account, Statement of Financial Activity, Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 5 in the Statement of Directors' Responsibilities the directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

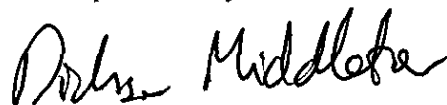
We conducted our audit in accordance with United Kingdom Auditing Standards, issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the Financial Statements, and of whether the accounting policies are appropriate to the company's circumstances, 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.

This opinion has been prepared for and only for the company's members in accordance with section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or in whose hands it may come, save where expressly agreed by our prior consent in writing.

OPINION

In our opinion, the Financial Statements give a true and fair view of the state of the company's affairs as at 31 March 2005 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Dickson Middleton
Chartered Accountants
Registered Auditors
20 Barnton Street
Stirling
FK8 1NE

2nd September 2005

THE PATHS FOR ALL PARTNERSHIP

INCOME and EXPENDITURE ACCOUNT for the year ended 31 March 2005

	Notes	2005 £	2004 £
Income	2	875,951	643,710
Operating expenses		<u>872,151</u>	<u>651,125</u>
Operating surplus / (deficit) for the year		3,800	(7,415)
Interest receivable		<u>14,178</u>	<u>10,880</u>
Surplus for the year	3	17,978	3,465
Transferred from the Development Fund		<u>4,237</u>	<u>3,739</u>
<u>Transferred to Revenue Reserve Fund for the year</u>		<u>22,215</u>	<u>7,204</u>

All the company's operations relate to continuing activities.

There are no recognised surpluses or deficits for the current year other than those stated above.

There is no difference between the deficit for the year and its historical cost equivalent.

The notes on pages 10 to 13 form part of these financial statements.

THE PATHS FOR ALL PARTNERSHIP

STATEMENT of FINANCIAL ACTIVITY for the year to 31 March 2005

	Restricted £	Funds Unrestricted £	Designated £	2005 Total £	2004 Total £
INCOMING RESOURCES					
Grants					
Grants received	1,124,284	-	-	1,124,284	924,077
Deferred income adjustment	(289,923)	-	-	(289,923)	(356,581)
Landfill credits and other income receivable:					
Landfill and other income received	48,196	-	-	48,196	28,160
Deferred income adjustment	(18,196)	-	-	(18,196)	32,350
Sponsorship income -					
Sponsorship income received	-	-	-	-	9,315
Deferred income adjustment	-	-	-	-	-
Seminar and Other income received	<u>11,590</u>	<u>-</u>	<u>-</u>	<u>11,590</u>	<u>6,260</u>
Sub – total (note 2)	875,951	-	-	875,951	643,581
Interest receivable	<u>10,763</u>	<u>1,651</u>	<u>1,764</u>	<u>14,178</u>	<u>10,880</u>
<u>TOTAL INCOMING RESOURCES</u>	<u>886,714</u>	<u>1,651</u>	<u>1,764</u>	<u>890,129</u>	<u>654,461</u>
RESOURCES EXPENDED					
Fund-raising Expenditure:					
Staff costs	15,915	-	-	15,915	13,150
Other costs	6,463	-	-	6,463	9,214
Total Fund-raising Expenditure	22,378	-	-	22,378	22,364
Charitable Expenditure:					
Charitable activities costs -					
Operating payments	414,133	-	-	414,133	267,983
Support costs					
Staff costs	241,011	-	-	241,011	198,420
Operating payments	100,032	-	-	100,032	75,607
Management and Administration costs-					
Staff costs	61,382	-	-	61,382	51,427
Operating payments	33,215	-	-	33,215	35,195
Total Charitable Expenditure	849,773	-	-	849,773	628,632
<u>TOTAL RESOURCES EXPENDED</u>	<u>872,151</u>	<u>-</u>	<u>-</u>	<u>872,151</u>	<u>650,996</u>
<u>NET INCOMING RESOURCES</u>	<u>14,563</u>	<u>1,651</u>	<u>1,764</u>	<u>17,978</u>	<u>3,465</u>
Transfers between funds	(14,563)	20,564	(6,001)	-	-
<u>NET MOVEMENT IN FUNDS</u>	<u>-</u>	<u>22,215</u>	<u>(4,237)</u>	<u>17,978</u>	<u>3,465</u>
Funds brought forward	-	15,145	89,687	104,832	101,367
<u>FUNDS CARRIED FORWARD</u>	<u>-</u>	<u>37,360</u>	<u>85,450</u>	<u>122,810</u>	<u>104,832</u>

THE PATHS FOR ALL PARTNERSHIP

BALANCE SHEET

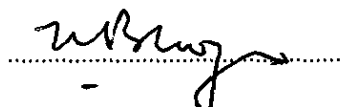
As at 31 March 2005

	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible assets	6	<u>45,551</u>	<u>14,431</u>
CURRENT ASSETS			
Debtors	7	6,659	5,157
Cash at bank and in hand		<u>949,332</u>	<u>719,728</u>
		<u>955,991</u>	<u>724,885</u>
CURRENT LIABILITIES -			
Creditors: amounts falling due within one year	8	<u>833,181</u>	<u>620,053</u>
NET CURRENT ASSETS		<u>122,810</u>	<u>104,832</u>
TOTAL ASSETS less CURRENT LIABILITIES		168,361	119,263
PROVISIONS FOR LIABILITIES and CHARGES			
Deferred credits	9	<u>(45,551)</u>	<u>(14,431)</u>
NET ASSETS	10	<u>122,810</u>	<u>104,832</u>
Represented by:			
PATHS FOR ALL PARTNERSHIP FUNDS:			
REVENUE RESERVE FUND -			
Balance brought forward		15,145	7,941
Transfers for the year		<u>22,215</u>	<u>7,204</u>
Balance carried forward		<u>37,360</u>	<u>15,145</u>
DEVELOPMENT FUND -			
Balance brought forward		89,687	93,426
Transfers for the year		<u>(4,237)</u>	<u>(3,739)</u>
Balance carried forward		<u>85,450</u>	<u>89,687</u>
TOTAL FUNDS	10	<u>122,810</u>	<u>104,832</u>

The notes on pages 10 to 13 form part of these financial statements.

Approved by the Board of Directors and signed on its behalf by

 Director

 Director

2nd September 2005

THE PATHS FOR ALL PARTNERSHIP

Notes to the Financial Statements for the year ended 31 March 2005

1. Accounting Policies

Basis of accounting

The financial statements have been prepared in accordance with applicable accounting standards in the United Kingdom and the Statement of Recommended Practice 'Accounting and Reporting by Charities' (SORP).

A summary of the more important accounting policies, which have been applied consistently, is set out below.

Accounting convention

The financial statements are prepared under the historical cost convention.

Tangible fixed assets

The cost of tangible fixed assets is their purchase cost.

Depreciation

Depreciation is provided on fixed assets to write off the cost, less the estimated residual value, evenly over the years stated below.

Computer equipment	4 years
Office furniture and other equipment	4 years

Government and other grants

Grants received in respect of capital expenditure are credited to a deferred credits account and are released to income over the expected useful lives in equal annual instalments. Revenue grants, including Landfill Credits, are taken to the Income and Expenditure Account in the year to which they relate.

The company can receive additional grants from Scottish Natural Heritage to facilitate the implementation of path projects. Such grants are directly related to the offers by the Partnership to deliver projects. If the Partnership has entered into a binding legal commitment to offer a contribution to such projects by 31 March 2005, any outstanding payments are treated as commitments and treated as accruals.

Development Fund (Designated)

The company received an endowment of £130,228 from Scottish Natural Heritage in 1997. This sum was placed in the Development Fund; interest accruing is being added to the Fund; and the directors use the Fund to further the Scottish Natural Heritage Paths for All Initiative. At 31 March 2005 it was estimated that £75,000 will be required to provide funding for the 'Paths to Health' Project co-funded by the New Opportunities Fund, of which £46,746 has been provided to date.

Taxation

The company is recognised as a charity for taxation purposes. Interest receivable is shown gross and no provision for tax is considered necessary.

Value Added Tax

The company is not registered for Value Added Tax (VAT). Expenditure includes any attributable VAT.

Pensions

The company does not operate a company pension scheme. Staff make their own pension arrangements with either multi-employer or personal pension schemes. Generally, the company undertakes to make a 10% contribution of salary on the condition that the member of staff makes a 6% personal contribution. The charge in the financial statements represents the company's contributions to such schemes. The company contributions are accounted for by recognising contributions payable in the year in the income and expenditure account and the company is unable, without undue cost, to identify its share of the underlying assets and liabilities of the pension schemes.

Cash Flow Statement

The company is a small company as defined by Section 247 of the Companies Act 1985 and is entitled to exemption from preparation of a Cash Flow Statement as required under FRS1. Consequently a Cash Flow Statement has not been prepared.

THE PATHS FOR ALL PARTNERSHIP

Notes to the financial statements

for the year ended 31 March 2005 (continued)

2. Income

Income includes grants and other payments from publicly funded bodies that were received and applied during the year, subject to the accounting policy enumerated in Note 1 above. Income therefore includes grants and other income from:

	2005		2004	
	Income Received £	Income Applied £	Income Received £	Income Applied £
Scottish Natural Heritage	357,979	323,763	348,506	334,832
NHS Health Scotland	31,000	31,000	31,000	31,000
New Opportunities Fund	261,245	261,245	133,496	146,993
British Heart Foundation	30,000	30,000	30,000	30,000
Landfill Credit sources	48,196	30,000	28,161	60,510
Highlands & Islands Enterprise	29,000	30,500	29,000	13,529
Scottish Executive	390,391	177,393	331,838	-
Sponsorship and donation sources	-	-	9,315	9,315
Other sources	24,669	11,580	20,237	11,142
Seminar income	<u>11,590</u>	<u>11,590</u>	<u>6,260</u>	<u>6,260</u>
Total Received/ Applied Income	<u>1,184,070</u>	907,071	<u>967,813</u>	643,581
Less: Income applied for capital expenditure		<u>(50,221)</u>		<u>(13,004)</u>
Income applied for revenue costs		856,850		630,577
Deferred credits release for capital expenditure		19,101		13,133
Total Income Applied		<u>875,951</u>		<u>643,710</u>

3. Surplus for the year

The surplus for the year is stated after charging -

	2005 £	2004 £
Staffing costs (see Note 4)	318,308	262,997
Board of Directors and Members costs (see Note 5)	3,939	3,771
Auditor's remuneration	2,115	2,530
Depreciation of fixed assets	18,809	12,946
Loss on disposal of fixed assets	292	186
Operating lease payments	<u>22,718</u>	<u>15,950</u>
and after crediting:		
Interest receivable	14,178	10,880
Deferred credit release	19,101	12,946

4. Staff Costs

Staff employment costs -

Salaries	266,142	220,794
Employer's NIC	24,866	20,406
Employer's superannuation	<u>27,300</u>	<u>21,797</u>
	<u>318,308</u>	<u>262,997</u>

Average staff numbers

Those employed for more than 20 hours per week	16	11
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THE PATHS FOR ALL PARTNERSHIP

Notes to the financial statements for the year ended 31 March 2005 (continued)

5. Directors' Costs

The directors of the company receive no remuneration from the company for their services. They are however entitled to reimbursement of expenses which, for the year, amounted to £1,354 (2004 - £681).

6. Fixed Assets Tangible assets

			2005	2004
	Computer equipment £	Office furniture and other equipment £	Total £	Total £
Cost:				
At 1 April 2004	44,261	25,930	70,191	57,935
Additions during the year	43,971	6,250	50,221	13,004
Disposals during the year	<u>(12,011)</u>	<u>(2,073)</u>	<u>(14,084)</u>	<u>(748)</u>
At 31 March 2005	<u>76,221</u>	<u>30,107</u>	<u>106,328</u>	<u>70,191</u>
Accumulated depreciation:				
At 1 April 2004	33,688	22,072	55,760	43,375
Provided during the year	15,667	3,142	18,809	12,946
Disposals during the year	<u>(11,719)</u>	<u>(2,073)</u>	<u>(13,792)</u>	<u>(561)</u>
At 31 March 2005	<u>37,636</u>	<u>23,141</u>	<u>60,777</u>	<u>55,760</u>
Net book value at 31 March 2005	<u>38,585</u>	<u>6,966</u>	<u>45,551</u>	<u>14,431</u>
Net book value at 31 March 2004	<u>10,573</u>	<u>3,858</u>	<u>14,431</u>	

7. Debtors: Amounts falling due within one year

Sales Ledger Debtors	-	1,144
Prepayments	1,563	1,763
Other debtors	<u>5,096</u>	<u>2,250</u>
	<u>6,659</u>	<u>5,157</u>

8. Creditors: Amounts falling due within one year

Trade creditors	45,920	12,369
Grants and other income in advance	768,865	564,335
Accrued charges and project costs outstanding	11,893	39,908
Payroll deductions	<u>6,503</u>	<u>3,441</u>
	<u>833,181</u>	<u>620,053</u>

9. Deferred Credits:

Balance at 1 April 2004	14,431	14,560
Grants received during the year for capital additions	50,221	13,004
Released to Income and Expenditure Account	<u>(19,101)</u>	<u>(13,133)</u>
Balance at 31 March 2005	<u>45,551</u>	<u>14,431</u>

THE PATHS FOR ALL PARTNERSHIP

Notes to the financial statements
for the year ended 31 March 2005 (continued)

10. FUNDS ANALYSIS of THE PATHS FOR ALL PARTNERSHIP at 31 March 2005

	£	£	£	2005 £	2004 £
	Restricted Funds	Unrestricted Funds	Designated Funds	Total Funds	Total Funds
Fixed assets	<u>45,551</u>	=	=	<u>45,551</u>	<u>14,431</u>
Current assets					
Debtors	6,659	-	-	6,659	5,157
Cash at bank and in hand	<u>826,522</u>	<u>37,360</u>	<u>85,450</u>	<u>949,332</u>	<u>719,728</u>
Total current assets	<u>833,181</u>	<u>37,360</u>	<u>85,450</u>	<u>955,991</u>	<u>724,885</u>
Current liabilities	<u>833,181</u>	=	=	<u>833,181</u>	<u>620,053</u>
Net current assets	=	<u>37,360</u>	<u>85,450</u>	<u>122,810</u>	<u>104,832</u>
Deferred credits	<u>(45,551)</u>	=	=	<u>(45,551)</u>	<u>(14,431)</u>
<u>Net Assets/ Funds</u>	=	<u>37,360</u>	<u>85,450</u>	<u>122,810</u>	<u>104,832</u>

11. Leasing Commitments	2005 Property	2004 Property
Expiring within one year	<u>27,112</u>	<u>21,204</u>
Expiring within 1 – 2 years	<u>10,469</u>	-

12. Capital Commitments

There were no capital commitments at 31 March 2005 (2004 £nil).

13. Contingent Liabilities

Most of the company's activities have been funded by grants receivable from Scottish Natural Heritage, the New Opportunities Fund and other funders. The funding contracts contain conditions about the repayment of grants received. These conditions are not expected to lead to any obligation to repay the grants received.

14. Connected Bodies

The Paths for All Partnership was promoted by Scottish Natural Heritage, who remains the principal funder of the company's activities, also enjoying the right as a founding member to nominate a Director to the Board.

THE PATHS FOR ALL PARTNERSHIP

DETAILED INCOME and EXPENDITURE ACCOUNT

for the PATHS to HEALTH PROJECT

(principally funded by the New Opportunities Fund; all funds treated as Restricted Funds)

for the year ended 31 March 2005

	2005		2004	
	£	£	£	£
PROJECT INCOME				
Project income brought forward -				
Project income brought forward, from all sources		476,490		146,471
GRANT and OTHER INCOME received from-				
New Opportunities Fund	261,245		136,079	
Paths For All Partnership (<i>ex PFAP Development Fund</i>)	6,002		5,716	
Scottish Natural Heritage	25,000		25,000	
NHS Health Scotland	25,000		25,000	
British Heart Foundation	30,000		30,000	
Scottish Executive	390,391		331,838	
Other supporters	<u>7,726</u>		<u>9,095</u>	
		745,364		562,728
INTEREST RECEIVABLE				
Interest receivable on project fund balances		10,763		2,367
Less: Project income carried forward				
Project income carried forward, from all sources		(689,489)		(476,490)
DEFERRED CREDITS Movement				
Grants for Capital expenditure, transferred to Deferred Credits	(44,815)		(2,583)	
Deferred Credits released to cover depreciation costs	<u>13,747</u>		<u>2,835</u>	
		(31,068)		252
<u>TOTAL PROJECT INCOME</u>		<u>512,060</u>		<u>235,328</u>
PROJECT EXPENDITURE				
Project staffing costs -				
Salaries, National Insurance and pension costs	123,702		73,613	
Other staff costs	<u>20,826</u>		<u>7,027</u>	
		144,528		80,640
Project running costs -				
Office running costs	27,596		11,464	
Professional support costs, including audit fees	6,340		3,514	
Advisory Panel costs	-		357	
Depreciation of fixed assets	<u>13,748</u>		<u>2,835</u>	
		47,684		18,170
Local Scheme costs -				
Costs of local schemes		242,222		73,473
Project other costs -				
Training costs	50,258		38,638	
Publicity, Education and Information costs	<u>27,368</u>		<u>24,407</u>	
		77,626		63,045
<u>TOTAL PROJECT EXPENDITURE</u>		<u>512,060</u>		<u>235,328</u>
<u>PROJECT SURPLUS/ (DEFICIT) FOR THE YEAR</u>		=		=

This statement does not form part of the statutory Report and Financial Statements for the year to 31 March 2005 and is provided for information.

THE PATHS FOR ALL PARTNERSHIP

DETAILED INCOME and EXPENDITURE ACCOUNT (Excluding the PATHS to HEALTH PROJECT) for the year ended 31 March 2005

	2005		2004	
	£	£	£	£
INCOME				
CORE INCOME				
Grants -				
Scottish Natural Heritage	293,358		290,962	
NHS Health Scotland	<u>6,000</u>		<u>6,000</u>	
		299,358		296,962
Income from activities -				
Training course income	11,590		6,260	
Sponsorship and other income	=		<u>9,315</u>	
		11,590		15,575
Deferred Credits Income -				
Deferred credits released		<u>5,353</u>		<u>10,298</u>
TOTAL CORE INCOME		316,301		322,835
PATHWORKS INCOME				
Grants -				
Scottish Natural Heritage	-		11,791	
Other income	<u>64,355</u>		<u>81,790</u>	
TOTAL PATHWORKS INCOME		<u>64,355</u>		<u>93,581</u>
TOTAL INCOME, before interest receivable		380,656		416,416
Interest receivable		3,415		8,513
TOTAL INCOME (excluding Paths to Health)		<u>384,071</u>		<u>424,929</u>
EXPENDITURE				
CORE EXPENDITURE				
Core staffing costs -				
Salaries, National Insurance and pensions costs	194,606		189,384	
Other staff costs	<u>18,052</u>		<u>23,006</u>	
		212,658		212,390
Core running costs -				
Board of Directors and Members costs	3,939		3,771	
Office running costs	33,548		27,040	
Professional support costs, including audit fees	6,804		22,283	
Depreciation and loss on disposal of fixed assets	<u>5,353</u>		<u>10,298</u>	
		49,644		63,392
Core theme costs -				
Partnership and Leadership	1,820		8,723	
Enabling and Co-ordination	7,800		2,868	
Paths to Health Project (<i>ex PFAP Development Fund</i>)	6,002		5,716	
Advice and Training	27,425		36,768	
Monitoring and Evaluation	<u>4,676</u>		<u>3,714</u>	
		<u>47,723</u>		<u>57,789</u>
TOTAL CORE EXPENDITURE		310,025		333,571
PATHWORKS EXPENDITURE				
Spend on Path Networks (including staff and office running costs)		<u>56,068</u>		<u>87,893</u>
TOTAL EXPENDITURE (excluding Paths to Health)		<u>366,093</u>		<u>421,464</u>
SURPLUS for the year (excluding Paths to Health)		<u>17,978</u>		<u>3,465</u>

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