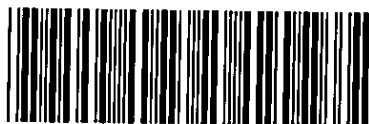


**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2010
FOR
THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

WEDNESDAY



SYJPTQ5M

SCT 22/12/2010 656
COMPANIES HOUSE

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

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2010**

	Page
Report of the Trustees	1 to 9
Report of the Independent Auditors	10 to 11
Statement of Financial Activities	12
Balance Sheet	13 to 14
Notes to the Financial Statements	15 to 26
Detailed Statement of Financial Activities	27 to 28

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2010**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2010. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' revised in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
SC168554

Registered Charity number
SC025535

Registered office
Inglewood House
Tullibody Road
Alloa
FK10 2HU

Trustees

Mr B Logan		
Mr G Lawrie		
Ms P Somerville		
Mr I McCall		- resigned 23/6/2010
Mr R Balfour		
Mr J Fowlie		
Prof J Rowan Robinson		- resigned 21/10/2009
Mr R Fairley		- resigned 21/10/2009
Mr J Boswell		
Prof R Mitchell	Co-opted 22/4/09	- appointed 30/6/2009
Mr S Rennie	Co-opted 23/6/10	- appointed 23/6/2010
Mr D Brotherston	Co-opted 23/6/10	- appointed 23/6/2010
Mr J Lauder	Co-opted 23/6/10	- appointed 23/6/2010

Day to day management of the charity is delegated to the Chief Officer, Ian Findlay, who is not a director or trustee of the charity.

Company Secretary
Campbell Smith WS

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

Solicitors
Campbell Smith W.S
21 York Place
Edinburgh
EH1 3EN

Bankers
Bank of Scotland
21 Mar Street
Alloa
FK10 1HR

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2010**

REFERENCE AND ADMINISTRATIVE DETAILS

Advisors

Health and Safety Adviser

John Morris Safety Ltd
Craignavie Farmhouse
Killin
FK21 8SJ

Employment Law Adviser

Linden Stables
Glasgow Council for the Voluntary Sector
11 Queen's Crescent
Glasgow
G4 9AS

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing documents

The Paths for All Partnership is a company limited by guarantee and has no share capital. It was founded 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. Since its inception, the Charity's remit has expanded significantly with a vision to create a **happier, healthier, greener, more active Scotland** through promoting walking for health and path network development.

The Paths for All Partnership currently comprises 23 Partner organisations representing the public sector and national representative bodies which share a commitment to the delivery of the Company's charitable purposes, i.e. the objects as defined in the Memorandum and Articles of Association. The Company was incorporated on 19 September 1996 at Companies House Edinburgh. Its Scottish Charity number is SC025535. It is also recognised by Entrust as an Enrolled Environmental Body accredited to receive Landfill Tax Credits.

The principal activity of the Charity, as set out in its Objects, is to work in partnership with others to advance, encourage and facilitate the creation, improvement, management, promotion and use by everyone of paths and other routes on land and water for recreation, everyday journeys and physical activity; and in so doing advance health and well-being, environmental improvement, heritage, community development, sustainable transport and economic development.

Recruitment and appointment of new trustees

The Directors of the Company are also charity trustees for the purposes of charity law and under the Company's Articles are known as the Board of Directors. The Board comprises up to eleven Directors including the above mentioned office bearers.

Scottish Natural Heritage and the Convention of Scottish Local Authorities have the right to appoint at any time one person to be a Director of the Company and remove from that office any Director so appointed by that body. The remainder of the Directors are elected by the Members of the Company (i.e. the Partners).

The Board of Directors is the governing body of the Company and is responsible for monitoring overall governance needs. Currently, there are two Sub-groups of the Board, the Staffing Sub-group and the Finance Sub-group. Both Sub-groups work to Terms of Reference which have been approved by the Board of Directors. Directors have agreed to adhere to a Code of Corporate Governance, including the retention of a Register of Interests which is held at the Company's Registered Office and reviewed annually. Directors also sign a charity trustee declaration.

Honorary Officers and Staff

The Directors have the right to appoint an individual to be President of the Company. This is an honorary appointment and the President is not a Director of the Company. This position is currently vacant.

The Company employed 20.7 full-time equivalents, based in Alloa or Inverness, in the reporting year. The staff team comprises 1 Chief Officer, 4 Managers, 10.5 Development Officers, 1 Technical Officer, 1 PR & Marketing Officer, 1 Information and Administration Officer and 2.2 administration staff.

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2010**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

New Directors are generally familiar with the work of the Charity in that Directors are drawn from the Partner organisations, which are already engaged in the Partnership's activities, or are individuals with knowledge and experience relating to the Charity's objects.

New Directors receive a half-day induction session with the Chief Officer. This session covers corporate governance, strategic planning and reporting, Charity policies and procedures, risk management, staff structures, and the roles and responsibilities of being a Director. OSCR's published guidance, such as 'Guidance for Charity Trustees' is a key element of the induction process.

Organisational structure

The Board of Directors is the sole executive committee of the Charity and is responsible for decisions regarding strategic direction. The Board meets formally four times per annum. Authority for the day-to-day management of the Charity is delegated to the Chief Officer and is governed by a wide range of policies, all of which are approved by the Directors. In addition, the Board of Directors have delegated certain procurement and grant approval decisions to the Finance Sub-group of the Board as set out by the Sub-group's Terms of Reference. The policies and operating procedures are contained in the Staff Handbook and are available to all staff and Directors.

Risk management

A Risk Management Register is produced and approved by Directors on an annual basis. The Register covers the relationship between the Charity's objects and objectives, barriers to achieving its objectives, potential damage to reputation and name, protection of assets, management of liabilities, compliance risk, data protection, health and safety, personnel risks, environmental change, project management, physical disasters and financial controls. The major risks identified are loss of funding and/or key personnel. Strategies are in place to mitigate these risks as far as possible.

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2010**

OBJECTIVES AND ACTIVITIES

Objectives, mission and aims

Objects, mission and programmes

The Objects for which the Charity is established are:-

a) to advance, encourage and facilitate the creation, improvement, management, promotion and use by everyone of paths and other routes on land and water for recreation, everyday journeys and physical activity; and in so doing advance health and well-being, environmental improvement, heritage, community development, sustainable transport and economic development;

b) to advance, encourage and facilitate the creation, improvement, management, promotion and use by everyone of paths and other routes for public amenity, recreation, everyday journeys and physical activity within the vicinity of a landfill site in order to comply with Entrust's requirements for enrolment as an Environmental Body

The above Objects are in turn translated into the Charity's Vision which is:

Paths for All - a happier, healthier, greener, more active Scotland

The Charity's Vision is delivered through two equally important, interlinked, long-term Outcomes, as follows:

1. To reduce the proportion of the population who are inactive through the delivery of a national walking programme.
2. To promote an increase in the number, quality, accessibility and multi-use of paths.

The Charity plans and reports on its activities in 3-year cycles. For each 3-year period a Strategy is produced (the reporting year covers the first year of the 2009-2012 Strategy period). A detailed Business Plan is produced annually, which states what the Company plans to achieve in that year within the context of the 3-year Strategy. An important element of the Business Plan is the Performance Framework which sets out how the Charity will monitor and evaluate its performance. A key component of the Framework is the setting and reporting against Key Performance Indicators (KPIs). The Business Plan also forms the basis of individual staff work programmes and the KPI's are reported quarterly to the Board of Directors.

In the reporting year, the above two Outcomes were delivered through the following Delivery Themes:

Outcome: To reduce the proportion of the population who are inactive through the delivery of a national walking programme

Delivery Theme 1 - Volunteer Lead Walks: Expand and enhance volunteer led, targeted health walk delivery model

Delivery Theme 2 - Innovation: Develop and deliver innovative approaches to promoting walking

Delivery Theme 3 - Capacity Building: Strengthen the capacity within and coordination amongst key stakeholders

Outcome: To promote an increase in the number, quality, accessibility and multi-use of paths

Delivery Theme 1 - Advocacy, Advice and Support: Advocate the benefits of using paths and provide focused advice and support to key stakeholders, especially access authorities, on the delivery of path networks

Delivery Theme 2 - Technical: Increase the quality and quantity of paths through a Technical programme.

Delivery Theme 3 - Community Paths: Increase the capacity within communities to develop local path networks through a Community Paths Support programme

Delivery Theme 4 - Active Travel: Deliver more local path networks and encourage more walking and cycling for both recreational and functional purposes through the Active Travel agenda

Significant activities

Details of all activities during the reporting year can be found in the Charity's quarterly KPI and Business Plan reports, which are presented to the Board of Directors at each Board meeting and available on its website.

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2010**

**ACHIEVEMENT AND PERFORMANCE
OPERATIONAL HIGHLIGHTS**

A selection of operational highlights in the reporting year for each quarter are outlined below:

QUARTER 1

Active Travel National Networking event

A very successful Networking Event was held on 13 May in Perth. This was the second annual event. The event attracted 165 delegates and included a key-note presentation by the Minister for Transport, Infrastructure & Climate Change. Paths for All jointly organised and ran the event with Cycling Scotland, Living Streets Scotland, Sustrans and Strathclyde Passenger Transport. Planning is already underway for the 2011 event.

Community Benefits Toolkit went 'live'

The Toolkit is a web-based resource aimed at access professionals and community groups and allows for the measurement of social, economic and environmental benefits of path networks. The research and tool kit development was funded by Scottish Natural Heritage (SNH) and Highlands and Islands Enterprise.

Shift of development focus from 'one to one' walking scheme support to a more strategic level

With the increasing scale of Paths for All's delivery, a conscious effort to move Development Officer capacity from entirely health walk scheme based contact to more strategic interventions has taken place. New ways of influencing local delivery have been developed such as regional networking events and the creation of the strategic posts. This has worked well and the exchange of learning is easier and faster. Examples include: Strategic posts in Glasgow and Edinburgh; Networking events in Glasgow and Forth Valley; Falkirk health walks forum; Completion of outcomes based planning toolkit.

QUARTER 2

Paths to Health 2009

Paths for All's national networking event took place at the Glasgow Concert Hall on 17 September with 261 delegates attending. The networking event was preceded the day before by the first the Scheme Coordinators Development Day and in the evening by a Civic Reception hosted by Glasgow City Council in the City Chambers. All three events were a great success.

Health Minister visit

Paths for All organised a 'walk and talk' in Fife with the Health Minister, Shona Robison MSP, on 16 July. Local Council elected members, Council officials and staff and volunteers from 'Bums off Seats', the Fife based walking scheme, were also present and the Minister presented Bums of Seats with their Investors in Volunteers Award.

Signage Guidance document produced

The 'Signage Guide for Outdoor Access - a Guide to Good Practice' document was produced. This is a major publication for Paths for All and had been distributed to all access authorities, relevant agencies, Partner organisations and other stakeholders. In total 430 copies and 91 CD versions were distributed in the initial distribution. It is also available on the Paths for All website.

Evaluation tools for walking for health

The first outcomes based planning pilot workshop was completed and Paths for All started rolling this out to all schemes to provide a solid basis for reporting and evaluating their work. Paths for All ran a workshop for Scheme Coordinators at the development day on logic modelling and planning for effective evaluation. This along with Paths for All's work in developing case studies in a number of settings is contributing to a robust evaluation resource which is admired by funders and other physical activity projects.

QUARTER 3

Input to Scottish Parliament Inquiry into Active Travel

Paths for All provided written evidence and gave oral evidence on 1 December to the Scottish Parliament Transport, Infrastructure and Climate Change Committee's Inquiry into Active Travel. Paths for All worked closely with a number of our Partners, i.e. Cycling Scotland, Living Streets Scotland, Sustrans and Transform Scotland, to co-ordinate key advocacy 'messages', most of which eventually appeared in the Committee's report.

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2010**

ACHIEVEMENT AND PERFORMANCE

Walkipedia and Public Opinion Survey

Paths for All and Living Streets Scotland commissioned a public opinion survey and an extensive review of walking. The purpose of the research was to gather information on walking patterns and to identify what would make people walk more. The walking review has been compiled into a 'Walkipedia' and there is a detailed report on the opinion survey - both are available on Paths for All website.

Scottish Access Technical Information Network (SATIN) established

SATIN was established by Paths for All, Cycling Scotland, Sustrans, Forestry Commission Scotland (FCS), Scottish Countryside Access Network and SNH as a technical advisory group to be a source of information and a networking forum for practitioners within the outdoor access and active travel fields. A dedicated section on the Paths for All website is to be developed as a key communication tool for SATIN.

QUARTER 4

Local People: Local Paths conference

To our knowledge this was the first community path groups conference to be held in Scotland. 122 delegates from across Scotland attended. The day was divided into presentations, workshops and networking opportunities. The event was organised by Paths for All with support from SNH, FCS, Community Links Scotland and the Forum for Environmental Volunteering Activity (FEVA). Paths for All also launched a new training package at the conference aimed at community path groups and now has an extensive community path group database.

Physical Activity and Health Alliance (PAHA) 'Active Factor' Award

At the annual national Physical Activity Health Alliance conference at Herriot Watt University Paths for All was awarded an 'Active Factor' award for the workplace walking programme in the 'Promoting Physical Activity in the Workplace' category. A number of walking for health projects that we currently support were also short listed as finalists and the awards ceremony provided an excellent opportunity to showcase our work.

Urban Freedom event

Paths for All provided financial and staff support to the first Urban Freedom event in Moray. It is part of a two year project, jointly funded by Europe and Moray Council aimed at increasing the number of short journeys made within Elgin on foot, by bike or using public transport. The weekend events were attended by over 700 people including local politicians.

Community and workplace walking schemes

Supporting walking schemes continues to be the main mechanism for delivering Paths for All's walking for health outcomes. During the reporting year 92 community walking schemes were supported, of which £284,763 grant assistance was provided to 32 schemes. The number of walking occasions reported for community led walks was 26,277 and 627 volunteer walk leaders were trained.

Regarding Paths for All's 'walk at work' activity, 62 schemes were supported with £7,948 grant assistance provided to 8 schemes. 54 walk leaders/organisers were trained. A walkers' database has been developed for the community walking schemes with the details of 3,057 walkers entered and a walk at work database will go live at the beginning of the next reporting year.

National Paths Demonstration Sites

Throughout the reporting year, national paths demonstration sites have been developed at Oatridge College in West Lothian and SNH's offices at Battleby. By the end of the reporting year the infrastructure works were completed and the interpretation contract let and well underway. Already, the sites are being well used for their intended purpose. There have been 7 organised visits to the Oatridge site with 162 participants. Several courses have also been run there attracting a further 38 participants.

Target Authorities

At the beginning of the reporting year Paths for All agreed with SNH to engage with a minimum of 8 access authorities on projects which would have a significant positive impact in terms of path network development. 13 authorities were targeted initially which led to 7 projects being completed or substantially completed in the reporting year. The overall impacts of these projects have been the development of 3 methodologies/tools (covering privacy assessment, 'fit for purpose' and financial prioritisation); 3 case studies (Single Outcome Agreement input, cross departmental working and event support) and 1 technical project which provided cascade training for local contractors and agency staff. The intention is to disseminate widely the outputs and learning outcomes from the projects during 2010-11.

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2010**

ACHIEVEMENT AND PERFORMANCE

ORGANISATIONAL HIGHLIGHTS

In addition to the operational highlights above, a number of significant organisational highlights have been completed during the reporting year, as follows:

Rebranding

As a consequence of the Organisational Planning and Design Study carried out in the 2007-08 reporting year, the Charity decided to undertake a re-branding exercise in the reporting year. The rationale for this exercise was to reinforce a single identity for Paths for All and involved the development of a new logo featuring the name of the Charity, Paths for All, and the Charity, ceasing to use the 'Paths to Health' brand. The outcome of this process has been well received, internally and externally, and has undoubtedly proved to be a major positive milestone for the Charity.

Partnership review and development

During the reporting year Paths for All staff and Board reviewed its current membership. This involved members of the Management Team visiting all Partners to confirm that they remained committed to Paths for All and reaffirm or establish areas of joint working. With the exception of STV, which ceased to be a member of the charity by mutual consent, all Partners remain firmly committed and supportive of Paths for All's work.

In addition to reviewing the current membership of the Charity, dialogue was held with potential new members. As a consequence of this process, the Paths for All Board approved British Heart Foundation, Central Scotland Forest Trust, Living Streets Scotland and Transform Scotland as new members of the Charity and it is hoped that more will follow in 2010-11.

Integration of financial systems

Since the inception of the Paths to Health Project in 2001, Paths for All has operated 2 separate SAGE software companies - 1 for the Paths to Health project and 1 for the remainder of Paths for All's activities. However, due to Paths to Health ceasing as a discrete project and its activities now being considered as a core element of Paths for All's work, the decision was taken to integrate the 2 separate SAGE companies during the reporting year. Although a significant task, it has been completed successfully and allows the Management Team and Board to plan and report on budgets for the whole organisation more effectively and efficiently. The process has also involved the Management Team being trained in charity accounting, SAGE and financial planning and reporting, leading to a greater degree of shared awareness and responsibility.

Centre for Healthy Working Lives (CHWL) Gold Award and Cycle Friendly Employer Award

Throughout the reporting year a considerable amount of activity has been devoted towards achieving the Gold Award. This has involved organising a series of staff events, producing an occupational health plan and Healthy Working Lives action plan, significantly revising and strengthening the Charity's environmental policy, joining the Business and Environment Partnership and achieving the Cycle Friendly Employer's Award. At the end of the reporting year Paths for All submitted its portfolio to the CHWL's for assessment.

FINANCIAL REVIEW

Overview

The Company's overall financial position at the end of the reporting year showed a deficit of £9,239 (2009 – surplus of £139,003). The key external funding sources for the reporting year are reported in notes 2 and 5. Regarding the SOFA, resources expended have been allocated between fundraising, charitable activities and governance. Refer to note 1 for details on how the allocations have been calculated. In summary, 2.1% of total resources expended have been allocated to fundraising, 93.7% to charitable activities and 4.2% to governance.

Financial management

The Company's financial management system is Sage Line 50. The Board of Directors approve the annual budget for the Company at the April Board meeting each year.

The Board of Directors receive reports on financial activity at each Board meeting. The reports highlight variances between budgeted and actual expenditure, allowing the Board to approve any corrective actions required to achieve the planned annual expenditure.

The Chief Officer and Management Team receive detailed monthly management reports.

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2010**

FINANCIAL REVIEW

Development Fund

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 Paths for All's Vision and Outcomes. The sum of £59,418 was provided as a match funding contribution to the original 5 year Paths to Health Project which finished in October 2006. The Development Fund balance at 31 March 2010 stood at £86,055.

Policy on Reserves

The financial reserves target, which is set out in the Company's Financial Reserves Policy, is based on covering three month's operating costs plus redundancy payments, which is £227,000. Provision is also made for any liabilities relating to participation in defined pension schemes. Currently the financial reserve stands at £178,217 (2009 - £155,724).

FUTURE DEVELOPMENTS

The reporting year is the 1st year of a 3-year strategy covering the period April 2009 to March 2012. Therefore, in terms of strategic direction for 2010-11 and 2011-12, the intention is to remain focussed on the Charity's current delivery path. Indeed, there is a growing recognition of the imperative to consider people's health and the quality of their environment together, i.e. Paths for All's raison d'être, within the wider policy context in which the Charity is operating (e.g. National Institute for Clinical Excellence guidelines, the review of Scotland's Physical Activity Strategy, policies emanating from SNH, NHS Health Scotland, FCS, the Scottish Obesity Route Map), hence reinforcing Paths for All's strategic direction.

However, the fact that Paths for All is in the final year of confirmed funding from its two principal sources (Scottish Government Health Directorate and SNH) will be a key factor in influencing future developments. A top priority for the Charity is to secure similar levels of funding for 2011-12 and beyond to allow the Charity to continue delivering its outcomes and operating on a going concern basis.

To this end, the Charity has already submitted a grant application to SNH and is at advanced stage of business planning with the Scottish Government Health Directorate to secure at least 80% of the funding Paths for All currently receives from these sources. However, due to the current economic and political climate and the likelihood that the Scottish Budget will not be approved by Scottish Parliament until February 2011, Paths for All is unlikely to receive final, formal confirmation of funding for the majority of the public sector funding until near the end of the 2010-11 financial year. Despite this, the Charity, through its dialogue with the funders, has received sufficiently strong intentions of funding support from the relevant Scottish Government Minister and officials to give the Charity the highest degree of confidence possible that funding will be forthcoming. Paths for All is currently working on a detailed business plan with the Scottish Government on this basis. Furthermore, it has been made clear to Paths for All that there are opportunities for further public sector funding from the above mentioned sources to assist in the delivery of new national initiatives, e.g. the Central Scotland Green Network, if an adequate business case can be generated.

In addition to the above, Paths for All has commissioned the services of a professional fundraiser through the Institute of Fundraising to assist the Charity to develop a range of alternative income streams that are sustainable in the long-term (e.g. funding from other parts of the public sector, national funds, trusts, foundations and the corporate sector, as well as an increase in the proportion of earned or internally generated income through social enterprising activities). The intention is to have a fundraising strategy, action plan and any urgent applications in place by the end of the 2010-11 financial year.

In light of the above, the trustees are confident that the Charity will have the funds in place in 2011-12 and beyond to allow it continue operating on a going concern basis

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2010**

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of The Paths for All Partnership (a company limited by guarantee) for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for the year. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006, The Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

Directors' and officers' liability insurance

During the year, the company purchased liability insurance for its Directors and staff as permitted by Section 233 of the Companies Act 2006.

AUDITORS

The auditors, Dickson Middleton, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:

.....
Campbell Smith WS - Secretary

Date: 17 December 2010

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES AND MEMBERS OF
THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

We have audited the financial statements of The Paths for All Partnership (a company limited by guarantee) for the year ended 31 March 2010 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial statements have been prepared under the accounting policies set out therein.

This report is made exclusively to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, in accordance with Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the members and the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company, its members as a body and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

The trustees' (who are also the directors of the Paths For All Partnership (a Company Limited by Guarantee) for the purposes of company law) responsibilities for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out in the Statement of Trustees' Responsibilities.

We have been appointed as auditors under Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with those Acts.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

In addition we report to you our opinion as to whether the financial statements give a true and fair view, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice and have been prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006. We also report to you whether, in our opinion the information given in the Report of the Trustees is consistent with those financial statements.

In addition we report to you if, in our opinion, the charitable company has not kept adequate and proper accounting records, if the charitable company's financial statements are not in agreement with these accounting records, or if we have not received all the information and explanations we require for our audit, or if certain disclosures of trustees' remuneration specified by law are not made.

We read the Report of the Trustees 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 International Standards on Auditing (UK and Ireland) 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 trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable 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.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES AND MEMBERS OF
THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

Opinion

In our opinion:

- the financial statements give a true and fair view of the state of the charitable company's affairs as at 31 March 2010 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- the financial statements have been prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006; and
- the information given in the Report of the Trustees is consistent with the financial statements.



John Watkins (Senior Statutory Auditor)

for and on behalf of Dickson Middleton

Chartered Accountants & Registered Auditors

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

20 Barnton Street

Stirling

FK8 1NE

Date: 17 December 2010

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2010**

	Notes	Unrestricted funds £	Restricted funds £	2010 Total funds £	2009 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	-	355,147	355,147	370,276
Activities for generating funds	3	20,005	-	20,005	18,029
Investment income	4	7,888	-	7,888	36,857
Incoming resources from charitable activities					
Walking for health	5	-	1,001,003	1,001,003	940,334
Path network development		-	31,370	31,370	87,044
Total incoming resources		27,893	1,387,520	1,415,413	1,452,540
RESOURCES EXPENDED					
Costs of generating funds					
Costs of generating voluntary income	6	5,400	21,899	27,299	30,204
Charitable activities					
Walking for health	7	-	877,308	877,308	935,120
Path network development		-	358,673	358,673	349,968
Governance costs	10	-	55,372	55,372	45,245
Total resources expended		5,400	1,313,252	1,318,652	1,360,537
NET INCOMING RESOURCES		22,493	74,268	96,761	92,003
Other recognised gains/losses					
Actuarial (loss)/ Gain on defined benefit pension scheme		-	(106,000)	(106,000)	47,000
Net movement in funds		22,493	(31,732)	(9,239)	139,003
RECONCILIATION OF FUNDS					
Total funds brought forward		241,779	445,892	687,671	548,668
TOTAL FUNDS CARRIED FORWARD		<u>264,272</u>	<u>414,160</u>	<u>678,432</u>	<u>687,671</u>

CONTINUING OPERATIONS

All incoming resources and resources expended arise from continuing activities.

The notes form part of these financial statements

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**BALANCE SHEET
AT 31 MARCH 2010**

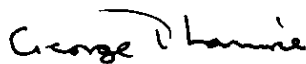
	Notes	2010 £	2009 £
FIXED ASSETS			
Tangible assets	14	22,836	25,583
CURRENT ASSETS			
Debtors	15	21,097	33,183
Cash at bank		<u>1,121,377</u>	<u>941,057</u>
		1,142,474	974,240
CREDITORS			
Amounts falling due within one year	16	<u>(413,042)</u>	<u>(337,569)</u>
NET CURRENT ASSETS		<u>729,432</u>	<u>636,671</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		752,268	662,254
PROVISIONS FOR LIABILITIES	18	(22,836)	(25,583)
PENSION (LIABILITY)/ASSET	19	<u>(51,000)</u>	<u>51,000</u>
NET ASSETS		<u>678,432</u>	<u>687,671</u>
FUNDS	21		
Unrestricted funds:			
General fund		178,217	155,724
Designated development fund		<u>86,055</u>	<u>86,055</u>
		264,272	241,779
Restricted funds:			
Restricted revenue reserve fund		212,547	286,992
Designated revenue reserve fund		<u>201,613</u>	<u>158,900</u>
		414,160	445,892
TOTAL FUNDS		<u>678,432</u>	<u>687,671</u>

The notes form part of these financial statements

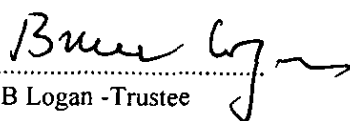
THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)

BALANCE SHEET - CONTINUED
AT 31 MARCH 2010

The financial statements were approved by the Board of Trustees on 17 December 2010 and were signed on its behalf by:



.....
Mr G Lawrie -Trustee



.....
Mr B Logan -Trustee

The notes form part of these financial statements

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2010**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards in the United Kingdom, the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities (revised 2005).

Financial Reporting Standard Number 1

Exemption has been taken from preparing a cash flow statement on the grounds that the charitable company qualifies as a small charitable company.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Voluntary income is received by way of grants and donations and is included in full when receivable.

Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Investment income is included when receivable.

Incoming resources from charitable trading activity are accounted for when earned.

Resources expended

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. Expenditure includes VAT where applicable, as the company is not VAT registered. Grants offered subject to conditions which have not been met at the year end date are noted as grants in advance but not accrued as expenditure.

Cost of generating funds

Costs of generating funds includes costs associated with achieving grant funding and other voluntary income.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include audit fees and costs linked to strategic management.

Allocation and apportionment of costs

Staff costs have been allocated on the basis of time spent. All members of staff have been considered and a percentage of time spent between fundraising, charitable activities and governance has been established for each. Support costs are allocated across the charitable activities on the basis of income received for each activity. All other costs are allocated on a direct basis.

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2010**

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Office furniture & other equipment	-4 years
Computer equipment	-4 years

Taxation

The charity is exempt from corporation tax on its charitable activities. Interest receivable is shown gross and no provision for tax is considered necessary.

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.

Pensions

The charity is a participating employer in a local government superannuation scheme, which is a defined benefit pension scheme in nature for some employees. The assets of the scheme are held separately from those of the charity. Pension scheme liabilities are measured on an actuarial basis using a projected unit method and are discounted to their present value using an AA corporate bond rate. Pension scheme assets are valued at market value at the balance sheet date. The pension scheme surplus (to the extent that it can be recovered) / deficit is recognised in full on the balance sheet.

Employees who are not members of the local government superannuation scheme 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 the member of staff makes a 6% personal contribution. The charge in the financial statements represents the company's contribution to such schemes. The company contributions are accounted for by recognising contributions payable in the year in the statement of financial activities.

2. VOLUNTARY INCOME

	2010 £	2009 £
Core grants	348,908	367,276
Donated services and facilities	<u>6,239</u>	<u>3,000</u>
	<u>355,147</u>	<u>370,276</u>

Grants received, included in the above, are as follows:

	2010 £	2009 £
SNH core grant	<u>348,908</u>	<u>367,276</u>

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2010**

3. ACTIVITIES FOR GENERATING FUNDS

	2010	2009
	£	£
Courses & training income	16,898	8,515
Merchandise income	<u>3,107</u>	<u>9,514</u>
	<u>20,005</u>	<u>18,029</u>

4. INVESTMENT INCOME

	2010	2009
	£	£
Deposit account interest	<u>7,888</u>	<u>36,857</u>

5. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Activity	2010	2009
		£	£
Grants	Walking for health	1,002,071	957,312
Deferred credits	Walking for health	(1,068)	(16,978)
Grants	Path network development	27,555	82,233
Deferred credits	Path network development	<u>3,815</u>	<u>4,811</u>
		<u>1,032,373</u>	<u>1,027,378</u>

Grants received, included in the above, are as follows:

	2010	2009
	£	£
British Heart Foundation	-	30,000
Scottish Government	960,071	857,313
SNH Battleby demonstration	3,000	-
Paths construction trials and demonstrations	-	20,000
Oatridge College Path Demo project	-	12,551
Sustrans Active Travel Network	21,275	11,732
Centre for Healthy Working Lives	42,000	70,250
SNH Feasibility Study for National Paths Promotion	-	20,000
Duchess Wood Drainage report	-	200
Devonway Pilot Project	-	15,000
Walking Review and Public Opinion in Scotland	-	2,500
Local people local paths	780	-
LPLP Forestry Commission Scotland	1,500	-
SATIN Falkirk Council	<u>1,000</u>	<u>-</u>
	<u>1,029,626</u>	<u>1,039,546</u>

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2010**

6. COSTS OF GENERATING VOLUNTARY INCOME

	2010 £	2009 £
Staff costs	17,533	20,069
Other costs	<u>9,766</u>	<u>10,135</u>
	<u>27,299</u>	<u>30,204</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct costs £	Grant funding of activities (See note 8) £	Support costs (See note 9) £	Totals £
Walking for health	442,826	281,814	152,668	877,308
Path network development	<u>294,290</u>	<u>-</u>	<u>64,383</u>	<u>358,673</u>
	<u>737,116</u>	<u>281,814</u>	<u>217,051</u>	<u>1,235,981</u>

8. GRANTS PAYABLE

	2010 £	2009 £
Walking for health	<u>281,814</u>	<u>369,142</u>

9. SUPPORT COSTS

	2010 Management £	2009 Management £
Walking for health	152,668	158,240
Path network development	<u>64,383</u>	<u>76,032</u>
	<u>217,051</u>	<u>234,272</u>

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2010**

10. GOVERNANCE COSTS

	2010	2009
	£	£
Staff costs	42,078	30,886
Partnership membership fees	1,941	2,615
Monitoring, evaluation and board costs	3,537	3,559
Office running costs	4,366	4,735
Auditors' remuneration	<u>3,450</u>	<u>3,450</u>
	<u>55,372</u>	<u>45,245</u>

11. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	2010	2009
	£	£
Auditors' remuneration	3,450	3,450
Depreciation - owned assets	15,567	13,101
Board of Directors and members costs	752	1,475
Operating lease payments	<u>54,258</u>	<u>57,333</u>

12. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2010 nor for the year ended 31 March 2009.

Trustees' Expenses

Expenses reimbursed in the year to Trustees' amounted to £752 (2009 £1,475).

13. STAFF COSTS

	2010	2009
	£	£
Salaries	512,247	429,791
Employer's NIC	50,208	34,931
Employer's pension contributions	52,752	36,578
FRS 17 adjustment	<u>(4,000)</u>	<u>(4,000)</u>
	<u>611,207</u>	<u>497,300</u>

No employees are "high paid" staff.

The average number of staff employed for more than 20 hours per week is 21 (2009 - 20).

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2010**

14. TANGIBLE FIXED ASSETS

	Office furniture & other equipment £	Computer equipment £	Totals £
COST			
At 1 April 2009	39,357	114,466	153,823
Additions	-	12,820	12,820
At 31 March 2010	<u>39,357</u>	<u>127,286</u>	<u>166,643</u>
DEPRECIATION			
At 1 April 2009	33,834	94,406	128,240
Charge for year	<u>2,917</u>	<u>12,650</u>	<u>15,567</u>
At 31 March 2010	<u>36,751</u>	<u>107,056</u>	<u>143,807</u>
NET BOOK VALUE			
At 31 March 2010	<u>2,606</u>	<u>20,230</u>	<u>22,836</u>
At 31 March 2009	<u>5,523</u>	<u>20,060</u>	<u>25,583</u>

15. DEBTORS

	2010 £	2009 £
Other debtors	10,060	31,620
Prepayments	<u>11,037</u>	<u>1,563</u>
	<u>21,097</u>	<u>33,183</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2010 £	2009 £
Other creditors	40,701	7,855
Accruals and deferred income	25,404	10,111
Grants in advance	<u>346,937</u>	<u>319,603</u>
	<u>413,042</u>	<u>337,569</u>

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2010**

17. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	Land and buildings		Other operating leases	
	2010	2009	2010	2009
	£	£	£	£
Expiring:				
Within one year	57,835	56,965	3,577	-
Between one and five years	-	-	902	4,384
	<u>57,835</u>	<u>56,965</u>	<u>4,479</u>	<u>4,384</u>

18. PROVISIONS FOR LIABILITIES

DEFERRED CREDITS

	2010	2009
	£	£
Balance as at 1 April 2009	25,583	13,416
Grants received during the year for capital additions	12,820	25,268
Released to Statement of Financial Activities	<u>(15,567)</u>	<u>(13,101)</u>
Balance as at 31 March 2010	<u>22,836</u>	<u>25,583</u>

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2010**

19. PENSION COMMITMENTS

The charity participates in a pension scheme providing benefits based on a final pensionable pay. The assets of the scheme are held separately from those of the charity. The charity is able to benefit from the surplus through reduced contributions however it is unable to benefit from a refund from the scheme. Pension contributions are determined by a qualified actuary on the basis of triennial valuations using the projected unit method. A full actuarial valuation was carried out at 31 March 2008 and updated at 31st March 2010.

Assumptions as at 31st March

	2010	2009	2008
	%	%	%
Discount rate	5.5	6.9	6.9
Price increases	3.8	3.1	3.6
Future salary increases	5.3	4.6	5.1
Future pension increases	3.8	3.1	3.6

The fair value of the scheme assets and the expected rate of return, the present value of the scheme liabilities and the resulting deficit are:

	Long term return at 31.3.10 %	Value at 31.3.10 £(000)	Long term return at 31.3.09 %	Value at 31.03.09 £(000)	Long term return at 31.3.08 %	Value at 31.3.08 £(000)
Equities	7.8	324	7.0	220	7.7	211
Bonds	5.0	55	5.4	48	5.7	41
Property	5.8	29	4.9	24	5.7	29
Cash	4.8	13	4.0	9	4.8	9
Total market value of assets		421		301		290
Present value of scheme liabilities		(472)		(250)		(257)
		(51)		51		33

An analysis of the movements in the surplus during the year are shown below:

	2010 £(000)	2009 £(000)
Surplus brought forward	51	33
Total operating charge	(4)	(6)
Total finance income	3	3
Actuarial (loss)/ gain	(106)	14
Contributions	5	7
Surplus/ (Deficit) carried forward	(51)	51

The employer contribution in the year totalled £2,103 (2009 - £4,434)

Analysis of amounts charged to the Statement of Financial Activities

	2010 £(000)	2009 £(000)
Current service cost	2	6
Past service cost	2	-
Total operating charge	4	6

Analysis of the amount (charged)/ credited to other finance income

	2010 £(000)	2009 £(000)
Expected return on pension scheme assets	20	21
Interest on pension scheme liabilities	(17)	(18)
Total finance income	3	3

THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2010

19. PENSION COMMITMENTS

Analysis of amount recognised in Statement of Financial Activities	2010 £(000)	2009 £(000)
Opening net pension asset	-	33
Actual return less expected return on pension scheme assets	94	(20)
Experience gains arising on scheme liabilities	(200)	34
Actuarial (loss)/ gain	(106)	47
A history of experience gains and losses is shown below:		
	2010	2009
Difference between the expected and actual return on scheme assets:		
- amount (£000)	94	(20)
- percentage of scheme assets	22%	(7%)
Experience gains and losses on scheme liabilities		
- amount (£000)	(200)	34
- percentage of present value of the scheme liabilities	(42%)	14%
Total amount recognised in the Statement of Financial Activities		
- amount (£000)	(106)	47
- percentage of present value of the scheme liabilities	(22%)	19%

20. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds £	Restricted funds £	2010 Total funds £	2009 Total funds £
Fixed assets	-	22,836	22,836	25,583
Current assets	264,272	878,202	1,142,474	974,240
Current liabilities	-	(413,042)	(413,042)	(337,569)
Provision for liabilities	-	(22,836)	(22,836)	(25,583)
Pension (liability)/asset	-	(51,000)	(51,000)	51,000
	<u>264,272</u>	<u>414,160</u>	<u>678,432</u>	<u>687,671</u>

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2010**

21. MOVEMENT IN FUNDS

	At 1/4/09 £	Net movement in funds £	Transfers between funds £	At 31/3/10 £
Unrestricted funds				
General fund	155,724	22,493	-	178,217
Designated development fund	<u>86,055</u>	<u>-</u>	<u>-</u>	<u>86,055</u>
	241,779	22,493	-	264,272
Restricted funds				
Restricted revenue reserve fund	286,992	(31,732)	(42,713)	212,547
Designated revenue reserve fund	<u>158,900</u>	<u>-</u>	<u>42,713</u>	<u>201,613</u>
	445,892	(31,732)	-	414,160
TOTAL FUNDS	<u>687,671</u>	<u>(9,239)</u>	<u>-</u>	<u>678,432</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	27,893	(5,400)	-	22,493
Restricted funds				
Restricted revenue reserve fund	1,387,520	(1,313,252)	(106,000)	(31,732)
TOTAL FUNDS	<u>1,415,413</u>	<u>(1,318,652)</u>	<u>(106,000)</u>	<u>(9,239)</u>

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2010**

21. MOVEMENT IN FUNDS - continued

Designated Revenue Reserve Fund

The designated revenue reserve fund balance represents costs to be incurred relating to activities which the charity has already committed to and which are currently in progress, as follows:

	£
Walking for Health	
Outcomes based planning	10,250
Workplace marketing	5,500
Community resources	6,000
Volunteer Development Scotland Investing in volunteers implementation	8,126
Case Studies	<u>4,600</u>
	34,476
Path Network Development	
Photorails project	5,000
Professional body development	5,000
National promotional contract	5,000
Annual state of Scotland's paths	2,000
Target authorities	7,000
Local Access Forum events	2,000
Demonstration sites infrastructure	5,428
Demonstration sites interpretation	20,000
Lowland Path Construction Guide	2,000
3 joint projects	3,000
Devonway pilot project	10,500
Community conference surplus	7,000
Paths benefit toolkit	850
Community section for website	1,000
3 regional workshops	3,000
Active travel conference 2010	15,500
Advocacy document	8,000
Access for All Forum	400
Scottish Access Technical Information Network	<u>6,500</u>
	109,178
Organisation-wide	
Additional staff costs	25,824
IT hardware upgrades	10,000
Website development	10,015
Merchandise	1,815
Calling card	6,000
Walk more leaflet	2,305
E bulletin development	<u>2,000</u>
	57,959
Total	201,613

22. CONTINGENT LIABILITIES

Most of the charity's activities have been funded by grants receivable from Scottish Natural Heritage, Scottish Government 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.

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2010**

23. CAPITAL COMMITMENTS

There were no capital commitments at 31 March 2010 (2009: £nil).

24. RELATED PARTY DISCLOSURES

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

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2010**

	2010 £	2009 £
INCOMING RESOURCES		
Voluntary income		
Core grants	348,908	367,276
Donated services and facilities	<u>6,239</u>	<u>3,000</u>
	355,147	370,276
Activities for generating funds		
Courses & training income	16,898	8,515
Merchandise income	<u>3,107</u>	<u>9,514</u>
	20,005	18,029
Investment income		
Deposit account interest	7,888	36,857
Incoming resources from charitable activities		
Grants	1,029,626	1,039,545
Deferred credits	<u>2,747</u>	<u>(12,167)</u>
	1,032,373	1,027,378
Total incoming resources	1,415,413	1,452,540
RESOURCES EXPENDED		
Costs of generating voluntary income		
Wages	17,533	20,069
Other costs	<u>9,766</u>	<u>10,135</u>
	27,299	30,204
Charitable activities		
Wages	480,034	354,733
Other staff costs	47,341	73,587
Publicity, education and information	26,322	65,838
Advice and training	84,789	78,682
Partnership and leadership	14,026	199
Enabling and coordinating	84,604	108,635
Cost of schemes	<u>281,814</u>	<u>369,142</u>
	1,018,930	1,050,816

This page does not form part of the statutory financial statements

**THE PATHS FOR ALL PARTNERSHIP
(A COMPANY LIMITED BY GUARANTEE)**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2010**

	2010 £	2009 £
Governance costs		
Wages	42,078	30,880
Partnership membership fees	1,941	2,615
Monitoring, evaluation and board costs	3,537	3,559
Office running costs	4,366	4,735
Auditors' remuneration	3,450	3,450
	<u>55,372</u>	<u>45,245</u>
Support costs		
Management		
Wages	71,562	91,612
Office running costs	78,215	85,611
Professional costs	51,707	43,949
Fixtures and fittings	2,917	2,982
Computer equipment	12,650	10,118
	<u>217,051</u>	<u>234,272</u>
Total resources expended	<u>1,318,652</u>	<u>1,360,537</u>
Net income before gains and losses	96,761	92,003
Realised recognised gains and losses		
Actuarial loss on defined benefit scheme	(106,000)	47,000
Net (expenditure)/income	<u>(9,239)</u>	<u>139,003</u>

This page does not form part of the statutory financial statements