

Company registration number: 2501792
Charity registration number: 1006811

GROUNDWORK CAERPHILLY
(A Company Limited by Guarantee)

**ANNUAL REPORT & CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011**



Broomfield & Alexander Limited
Professional Advisors
Tŷ Derw
Lime Tree Court
Cardiff Gate Business Park
CARDIFF
CF23 8AB

**GROUNDWORK CAERPHILLY
FOR THE YEAR ENDED 31 MARCH 2011**

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**GROUNDWORK CAERPHILLY
MEMBERS, DIRECTORS AND ADVISORS**

BOARD OF DIRECTORS

Chairman	Mr B Davies
Vice Chairman	Mr R H Cooke
Other Board Members	Councillor M Parker (Caerphilly County Borough Council) Councillor S Jenkins (Caerphilly County Borough Council) Councillor S Kent (Caerphilly County Borough Council) Councillor R Woodyatt Mr L K L Williams (resigned Feb 2011) Mr P G Davy Ms H Usher Dr K Bathgate Ms W Bourton Mr P Gaskell
Board Advisors	Mr P Cooke (Caerphilly County Borough Council)
Executive Director	Ms K Stevenson
Secretary & Registered Office	Mr P Davy Mynyddislwyn Offices Bryn Road Pontllanfraith Blackwood Gwent NP12 2BH
Registered Auditors	Broomfield & Alexander Limited Statutory Auditors & Chartered Accountants Tŷ Derw Lime Tree Court Cardiff Gate Business Park CARDIFF CF23 8AB
Registered Number	2501792
Bankers	HSBC Plc High Street Newbridge

**GROUNDWORK CAERPHILLY
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2011**

The directors present their annual report with the accounts of the Company for the year ended 31 March 2011

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

Groundwork is a leading UK wide environmental partnership organisation which consists of the UK Federation of over 30 independent Trusts, which form part of the national Groundwork network, supported by Groundwork UK

In Wales, Groundwork Caerphilly is currently part of a regional network of four Trusts and is a full member of Groundwork Wales, which supports the Trusts in Wales, and is responsible for developing the Groundwork network in Wales

Groundwork's national network vision is '*the kind of world we want to see*' - a society of sustainable communities which are vibrant, healthy and safe, which respect the local and global environment and where individuals and enterprise prosper

Groundwork's national mission is '*our role in making the vision a reality*' - to transform lives and places in communities in need in the UK

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The organisation is a charitable company limited by guarantee, incorporated as a company on 14th May 1990 and registered as a charity (Charity No 1006811) with the Charity Commission on 13th December 1991. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.00

Recruitment and Appointment of Board of Trustees

The directors and members as at 31 March 2011 are set out on page 1

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as members of the Board of Trustees. Under the requirements of the Memorandum and Articles of Association the members of the Board of Trustees are elected to serve a period of three years after which they must be re-elected at the next Annual General Meeting

All members of the Board of Trustees give their time voluntarily and received no benefits from the charity. Any expenses reclaimed from the charity are set out in note 8 to the accounts

The charity's work inevitably focuses upon environmental regeneration and community development. The Board of Trustees seeks to ensure that the needs of the Board are appropriately reflected through the diversity of the trustee body. To enhance the potential pool of trustees the charity has networked with local organisations who would be willing to become Board Members of the Trust and use their experience to assist the charity

The more traditional business, community development and environmental regeneration skills are represented on the Board of Trustees. Individuals are approached to offer themselves for election to the Board of Trustees, thus providing further information on the range of skills and experience they possess

Trustees Induction and Training

Board Members are familiar with the work of the charity and are offered to attend the annual Board Project Tour and invited to attend any project launches and events that are held throughout the year. Governance training is offered on a regular basis to Board Members throughout their term of membership

**GROUNDWORK CAERPHILLY
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2011**

Additionally, new Board Members are invited and encouraged to attend an induction programme consisting of short informal meetings, project visits and formal training to familiarise themselves with the charity and the context in which it operates. They are jointly led by the Chair of the Board of Trustees and the Executive Director of the Trust and covers

- The obligations of the Board of Trustees
- The main documents which set out the operational framework of the charity including the Memorandum and Articles
- Resourcing and current financial position as set out in the latest published accounts
- Future plans and objectives

Trustees are also given a copy of the Charity Commission's guide the 'Essential Trustee' with the initial information with the above documents as part of their induction programme. They are supplied with updated publications as appropriate and information in connection with the running of the Trust, such as a management overview, programmes update, people management, quality and financial management accounts are circulated in advance of each Board Meeting which are held on a quarterly basis.

Risk Management

The Board of Trustees has assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the organisation and are satisfied that systems are in place to mitigate exposure to any major risks. The risk register is reviewed on at least an annual basis. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with health and safety of all staff, volunteers, clients and visitors to the Trust. All procedures are periodically reviewed to ensure that they continue to meet legal requirements and the needs of the charity.

Organisational Structure

Groundwork Caerphilly has a Board of Trustees of up to 17 members which meets quarterly and is responsible for the strategic direction and policy of the charity. At present the Board has 7 Co-Opted Trustees from a variety of professional backgrounds relevant to the work of the charity, 3 Nominated Trustees representing Caerphilly County Borough Council with 2 advisors from Groundwork Wales and Caerphilly County Borough Council. Advisors of the Board of Trustees have no voting rights. The Trust's management team normally attends Board Meetings to report on the Trust's progress and Trust status but they have no voting rights.

A scheme of delegation is in place and day to day responsibility for the provision of services rests with the Executive Director along with the support of the services of the management team. The Executive Director is responsible for ensuring that the charity delivers the services specified and that key performance objectives are met. The support of the management team ensures that operational management, individual supervision of staff and also ensuring that the team continue to develop their skills and working practices in line with good practice.

Related Parties

In so far as it is complimentary to the charity's objects, the charity is guided by local, regional and national policy. Groundwork Caerphilly is still committed to the Caerphilly Community Strategy by working with the Local Authority and other voluntary sector organisations as well as continuing our current operations within the Caerphilly County Borough and developing new work. Groundwork Caerphilly will continue redefining its shape and structure in the context of the development of Groundwork in Wales by moving towards regionalisation and cross-boundary Local Authority working. Groundwork in Wales is developing its range of 'Cross-Boundary' programmes offering the potential to develop work in new areas and a stronger network of national and regional partnerships. Our positioning within the Heads of the Valleys strategy and EU Convergence programme is of paramount importance. We are developing work in Torfaen (for example through the Mentro Allan/Stepping Out programme) and aim to make further approaches to this Local Authority and to Newport CBC during the coming year.

**GROUNDWORK CAERPHILLY
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2011**

PURPOSES AND AIMS

Our charity's purpose as set out in the objects contained in the Company's Memorandum of Association is

'to bring about the social, environmental and economic regeneration of Caerphilly County Borough and surrounding areas, in partnership with the local authorities, local communities, voluntary sector and businesses'

The Trust has the following aims -

- a) To promote the conservation, protection and improvement of the physical and natural environment
- b) To provide facilities in the interests of social welfare for recreation and leisure time occupation with the objective of improving the conditions of life for those living, working and visiting in the area
- c) To advance public education in environmental matters and in the ways of better conserving, protecting and improving the environment

We review our aims, objectives and activities each year. This review looks at what we have achieved and the outcomes of our work in the previous twelve months. The review looks at the success of each key activity and the benefits they have brought to those groups of people we are set up to help. The review also helps us to ensure our aim, objectives and activities remained focused on our stated purpose.

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and purposes and in planning our future activities. In particular, the trustees consider planned activities and will contribute to the aims and purposes they have set.

The focus of our work

Our main objective for the year continued to be the community development and environmental regeneration of local communities. The approach we used to develop and implement programmes concentrated on four key areas:

People	creating opportunities for people to learn new skills and take local action
Places	creating better, safer and healthier neighbourhoods
Prosperity	helping businesses and individuals fulfil their potential
Partnerships	building communities through joint action

How the activities deliver public benefit

Our main objective and who we try to help as described above. All our charitable activities focus on social, environmental and economic regeneration and are undertaken to further our charitable purposes for the public benefit.

Who used and benefited from our services?

Further information about who benefits directly from our services is explained in the analysis of performance and achievements below.

The main areas of charitable activity are the provision of community development, youth environment, physical activity, environmental regeneration and volunteering programmes. The commencement of worklessness programmes throughout the year has also benefited local people within the communities which we work. These activities and the achievements that flow from our work are described within this report.

**GROUNDWORK CAERPHILLY
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2011**

Strategic Overview.

The development of national, regional and local strategies in Wales delivered through broad-based strategic partnerships, a changing relationship between the public sector and the voluntary and community sectors and the economic recession present challenges and opportunities

We have taken on new programmes locally and via Groundwork UK (Community Environment Network Officer) to service the wider partnership areas of the County – a significant development for delivery and one that has been much needed for some time and via Groundwork UK (Future Jobs Fund and Community Task Force), as well as a contract with Working Links

Progress into our geographical expansion areas has been slow, although we host a programme which covers Torfaen, and have delivered an M&S project and are delivering Future Jobs Fund working with Newport City Council

Expansion work will not be to the detriment of our service within Caerphilly, but will require additional development and resources

Organisation:

The creation of two new posts in the last year, a Business Development Manager and an Employability and Health Manager, has assisted the management team further by networking and building partnerships in existing and new areas of work for the Trust and the region, via the Groundwork in Wales network

Our staffing resource has been structured to meet the needs of our programme delivery and core skills required to operate effectively and efficiently

As part of our programme development, beneficiaries have been given the opportunity to achieve accreditation for the practical and technical skills training they receive whilst working with us

The commitment and benefit of upskilling our staff and volunteers assisted the Trust in receiving the Investors in People standard in January 2010

Programmes:

We have continued to develop the people focussed approach of our work aimed at engaging people at all levels in local regeneration. We are committed to retaining a balance of work across the three key themes of People, Places and Prosperity

Key achievements have been the development of our work in addressing worklessness and employability through the Future Jobs Fund, Community Task Force and Flexible New Deal (via Working Links) programmes. We have been successful with another RDP funded programme which has led to the commencement of our Healthy Villages programme and the continuation of Routes to Life, which focuses on improving the appearance of rural areas with volunteers

GC Enterprises Limited, the Trading Company has made a further loss of £2,666, however, the loss this year has been lower than previous years. Sales have been consistently down during 2010/11, and this has been addressed as a matter of urgency. The economic downturn has had an effect here, as the traditional client base (those on low incomes) will have suffered the most in this economic climate, having less disposable income. Adverse weather conditions during December and January have meant that opportunities to reduce this loss at the beginning of the calendar year have been severely affected. However, we are expecting to break even in the current financial year.

Outputs:

Performance measurements are reported to Groundwork UK and Welsh Assembly Government

**GROUNDWORK CAERPHILLY
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2011**

PEOPLE

Our People programmes aim to bring lasting benefits to local people, their environment and economy, by supporting all members in some of our most marginalised communities to raise self-esteem and foster local pride'.

We work with communities to help them bring about positive changes for themselves and their local environment by developing new skills, raising self-esteem, encouraging a sense of ownership and fostering local pride. Local regeneration partnerships receive support to act as the catalyst of engagement in this process, building capacity and increasing the confidence of individuals and communities.

The integration of our *People* work with the wider sustainable development agenda has proven very successful over the past year, our contribution to social, economic and physical regeneration has helped to establish our credentials in the area of community regeneration and development.

Community Environmental Network

Our Community Environmental Network team helps local communities play a more active environmental role within their area, through sharing their skills, knowledge and experiences. Communities are encouraged to actively participate in various environmental activities to improve and sustain their local surroundings.

Our officers are encouraged to build relationships with many groups and individuals within the community and to provide guidance in the environment and sustainable lifestyles. They facilitate and help in various activities such as community environmental audits, planning, appraisals, surveys and workshops. In supporting all 16 Communities First Partnerships as well as 11 Community Partnerships, the contribution of our team to their Action Plans cannot be underestimated.

The Community Environmental Network programme has been a great success in capacity building at a community level. We have empowered local people and supported the networking of community groups involved in practical environmental projects and activities related to the environment and sustainable development. This has allowed people to share ideas, experiences and skills, and increased their confidence. This approach has produced a real diversity of projects on the ground.

The Trust is active in all Communities First areas, is a signatory to each Communities First Partnership and is a key partner in the development of the Caerphilly Community Strategy.

Solid Ground

Solid Ground was a community led environmental regeneration programme with the aim of demonstrating how working with individuals and groups can bring positive social and environmental change to rural communities across the Caerphilly Borough.

Through community involvement and consultation Solid Ground has engaged with a number of community groups to identify and outline projects.

Youth Environment

The Youth Environment Programme in 2010/11 offered young people a diverse range of opportunities for participation and engagement in their communities through environmental projects. Raising awareness and supporting a reduction in local and global environmental impact through changing attitudes and behaviour. The Youth Environment Programme offered the young people of the Caerphilly Borough a diverse range of opportunities for participation, engagement and learning in environmental projects, supporting social, economic and environmental regeneration in their communities. The Youth Environment Programme delivers workshops, classes, courses and events on themes such as gardening, healthy living i.e. physical activity, allotments, environmental arts, rural crafts and bushcraft, etc.

The programme has engaged 677 young people in environmental awareness activities throughout the Communities First areas of Caerphilly during 2010/11.

**GROUNDWORK CAERPHILLY
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2011**

Stepping Out (Mentro Allan)

Stepping Out was a 4 year programme aiming to bring health and the environment together, funded by the Big Lottery working within both County Boroughs of Caerphilly and Torfaen. The environment provides a wealth of opportunity for encouraging people to live more healthy lifestyles and there is a proven connection between social and economic disadvantage and poor health and wellbeing. This programme aimed to develop links with local communities to promote outdoor activities and help them connect with their natural environment.

The activities are fun and enjoyable providing low-moderate intensity opportunities such as walking, cycling, gardening, tai chi, archery and community picnics. We also raise awareness on physical activity, health and wellbeing with additional workshops on nutrition, stress management, cooking, alternative therapies and general well-being, 402 clients were engaged during the programme period.

Routes 2 Life

Groundwork Caerphilly has received funding from the Rural Development Plan for Wales for our Routes 2 Life programme. The programme is based on 1.5 acres of land in Cwmfelinfach where a variety of fruit and vegetables is being grown and then showcased at local farmers markets. The aim of the programme is to provide horticultural and countryside based opportunities to individuals who wish to learn new skills, gain qualifications and meet new people.

Cleaner Greener Communities

The Cleaner Greener Heads of the Valleys Programme ran as a partnership consisting of Keep Wales Tidy, BTCV Cymru, and Groundwork. Each partner was responsible for an element of the programme. Groundwork's role in the partnership focused on the larger, practical site-based enhancement projects. The team implemented a community green spaces programme where such projects have been identified by community groups. They also ensured that Communities First partnerships were fully engaged in the programme and that the local action plans formed part of the prioritisation of projects.

The overall eligible area is Communities First areas throughout Rhondda Cynon Taff, Merthyr Tydfil, Blaenau Gwent, Caerphilly and Torfaen.

Future Jobs Fund

Future Jobs Fund was a Department of Work and Pensions employability initiative aimed at increasing the employment prospects of the UK's young people. Aimed at those unemployed for 6 months or more and between the ages of 18 to 24 years, FJF increased the employability of the participants by developing skills needed for the workplace. The FJF programme offered participants paid employment for 25 hours a week for 6 months. In this time, the participants undertook relevant training to their roles and future career plans, whilst also increasing their chances of securing sustainable employment by developing their portfolio of skills and experience. Groundwork Caerphilly was awarded a contract to deliver the FJF programme across Caerphilly, Newport and Torfaen and to source 90 placements in the year 2010/11, 48% who sustained employment.

PLACES

'Working with partners to create better, safer, healthier and more sustainable communities by enhancing the areas where people want to live, work and spend their leisure time'.

Ecopark

Cefn Fforest Ecopark was an innovative, ongoing project that promoted environmental, educational, economic, social and health and well-being activities through community participation and engagement.

Groundwork Caerphilly received funding for an Ecopark Ranger, who supported the development and delivery of Cefn Fforest Ecopark Development plan. This included creating and facilitating opportunities for local people, schools and organisations to be involved in a range of activities on the site, to fully understand the Ecopark and promote its facilities.

**GROUNDWORK CAERPHILLY
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2011**

In the period April – October 2010 a total of 110 clients from educational and training organisations (including Rathbone, Youth Offending Teams and Ystrad Mynach College) have volunteered at the Ecopark whilst undertaking woodland management activities. A study on the habitats of the EcoPark is also being performed to enable local people to understand the park and its full impact on the surrounding areas.

PROSPERITY

'To promote the social, economic and environmental regeneration of Caerphilly by being the leading source of environmental advice to local SMEs, providing sustainable environmental improvements to priority industrial estates and the development of innovative social enterprise'.

Community Task Force

Community Task Force (CTF) was a Department of Work and Pensions employability initiative aimed at increasing the employment prospects of the UK's young people. Aimed at those unemployed for 10 months or more and between the ages of 18 to 24 years, CTF increased the employability of the participants by developing skills needed for the workplace. The programme provided work placements, which included an element of employability skills workshops whilst also providing on the job experience. Groundwork Caerphilly was successful in securing a local contract to deliver CTF in Caerphilly, 227 placements have been sourced externally with partner organisations and also within Groundwork Caerphilly, however all external placements have to provide a benefit to the community and not be at the expense of existing employment.

Partnerships

We work to develop, maintain and support partnerships with other organisations from the public, private, voluntary and community sectors at local, regional and national levels. They must fit and support the strategic direction and growth of the Trust and have a shared ethos of commitment and mutual benefit.

FINANCIAL REVIEW

Against the backdrop of limited reserves, we have developed new programmes and some contract work in order to increase our programme income. We have continued to monitor and enhance our systems within the charity, with the support of its management, staff and volunteers, and generated a financial surplus within the charity for the first time in over five years. Nevertheless, a financial deficit in our Trading Company is being closely monitored by the Board and management. The Trust's success in obtaining new funding for 2010/11 from new and existing funding streams, to work within current and new areas, provided much needed additional resources for the future.

We have made several interventions during 2010-11 including

- 1 Continuing to aggressively test the market in order to ensure that, where core cost savings can be made, they are
- 2 All programmes are now fully funded, with match funding in place before the trust commits itself, or a clear management plan in place
- 3 Continuing to develop Management and Financial skills and processes within the team
- 4 The employment of a Business Development Manager, to ensure high level bidding

Principal Funding Sources

The principal sources of funding for the charity are currently core funding from Caerphilly County Borough Council, grant income from Welsh Assembly Government's Communities First programme, Cymorth, Rural Development Plan in addition to Big Lottery Fund, Cadbury's and Welsh Assembly Government funding for Strategic Regeneration areas. During 2010/11 we have also been awarded funding via Groundwork UK to deliver DWP worklessness programmes. The charity is developing new and existing partnerships to seek funding from a much broader group of agencies and involve more organisations and partners to provide opportunities for a much wider range of funding in the future.

**GROUNDWORK CAERPHILLY
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2011**

Reserves Policy

Reserves are required to -

- Fund working capital
- Fund income shortfalls
- Develop new functions/projects
- Underpin long term commitments
- Fund unexpected expenditure arising out of, for example, project deficits, unplanned events, emergencies

The Directors consider that a level of free reserves sufficient to sustain the costs of the Trust for 3 months is needed, which for the year to 31 March 2011 is budgeted at £270,750. The actual level of free reserves excluding fixed assets at 31 March 2011 is £323,827 (2010 £139,970) for the group, with the unrestricted reserves for the charity after deduction of the intercompany debt totalling £301,361 with a restriction of £47K for operating costs 2011/12 reducing this to £254,361.

The Trust has taken further steps to increase reserves by employing a business development manager, ensuring robust overhead recovery written into bids, developing more commission/contract work. The Board of Trustees is also closely monitoring the trading subsidiary with the need to develop profit making activities for G C Enterprises (Wales) Ltd.

Reserves will be monitored and reviewed throughout the year.

Fund By Fund Analysis Of Availability Of Assets

The Board of Directors has reviewed the reserves of the Charity. The review encompassed the nature of the income and expenditure streams and the need to fulfil future commitments.

Total funds equate to 40% of expected unrestricted fund expenditure each year and the Board of Directors believe this is adequate to ensure continuance of all the Charity's programme aims over the next few years without interruption.

Investment Policy

The Trust does not hold any investments.

Review Of Business And Plans for Future Periods

The twentieth financial year for the Trust ended on 31 March 2011 and once again the Trust has continued to further develop its key programmes as part of a strategic approach to environmental regeneration.

The Trust has continued to further develop and consolidate its strategic role in partnership with the Welsh Assembly Government, Local Authority, local communities, voluntary and private sectors in order to bring about sustainable environmental improvements related to local needs and opportunities.

The charity plans to continue the activities outlined within its business plan for 2011/12. Plans are also being developed to work on a number of new programmes with the local authority, local organisations and partners, which will hopefully lead to long term sustainability.

The objectives for the coming year are set out within the Trust's Business Plan for 2011/12.

The results for the year are set out on pages 14-17 of the Financial Statements.

**GROUNDWORK CAERPHILLY
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2011**

RESPONSIBILITIES OF THE BOARD OF TRUSTEES

The trustees (who are also directors Groundwork Caerphilly for the purposes of company law) are responsible for preparing the Trustees' Report 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 that period. 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 Charities SORP,
- make judgments 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 business

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 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.

In so far as the trustees are aware, there is no relevant audit information of which the charitable company's auditors are unaware, and the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

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.

Members of the Board of Trustees

The Board of Trustees, who are directors for the purpose of company law and trustees for the purpose of charity law, who served during the year and up to the date of this report are set out on page 1.

AUDITORS

Broomfield & Alexander Limited were re-appointed as the charitable company's auditors during the year and have expressed their willingness to continue in that capacity.

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting Reporting by Charities (issued in March 2005) and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small entities.

**GROUNDWORK CAERPHILLY
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2011**

Approved by the Board of Trustees on *28 September* 2011 and signed on its behalf by


P Davy (Secretary)

REGISTERED OFFICE
Mynyddislwyn Offices
Bryn Road
Pontllanfraith
Blackwood
NP12 2BH

**REPORT OF THE INDEPENDENT AUDITORS
TO THE MEMBERS OF GROUNDWORK CAPERHILLY
FOR THE YEAR ENDED 31 MARCH 2011**

We have audited the consolidated financial statements of Groundwork Caerphilly for the year ended 31 March 2011 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charity's members, as a body, in accordance with Section 495 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's 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 charity and the charity's members 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 company for the purposes of company law) responsibilities for preparing the Annual Report 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 charity's financial statements give a true and fair view are set out in the Statement of Trustees' Responsibilities.

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

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.

We also report to you whether in our opinion the information given in the Trustees' Annual Report is consistent with the financial statements.

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

We read the Trustees' Annual 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 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 judgments made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity'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 MEMBERS OF GROUNDWORK CAPERHILLY
FOR THE YEAR ENDED 31 MARCH 2011**

Opinion

In our opinion

- the financial statements give a true and fair view of the state of the charitable company and groups affairs as at 31 March 2011 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, and
- the information given in the Trustees' Annual Report is consistent with the financial statements



Ian R Thomas BSc (Hons) FCA DChA
Senior Statutory Auditor
For and on behalf of
Broomfield & Alexander Limited
Professional Advisors
Tŷ Derw
Lime Tree Court
Cardiff Gate Business Park
CARDIFF
CF23 8AB

Dated 28 September 2011

**GROUNDWORK CAERPHILLY
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2011**

	NOTES	UN- RESTRICTED FUNDS £	RESTRICTED FUNDS £	TOTAL 2011 £	TOTAL 2010 £
INCOMING RESOURCES					
Incoming resources from generated funds					
- Voluntary Income	1	-	-	-	-
- Trading income	1/11	162,403	-	162,403	139,160
- Investment Income		22	-	22	1,010
Incoming resources from charitable activities	2	760,309	1,152,622	1,912,931	926,736
Other incoming resources	3	-	-	-	8,808
TOTAL INCOMING RESOURCES		922,734	1,152,622	2,075,356	1,075,714
RESOURCES EXPENDED					
Costs of generating funds	5	-	-	-	-
Charitable activities	4	580,544	1145,372	1,725,916	903,521
Governance	6	-	7,250	7,250	9,750
Trading company costs	10	165,070	-	165,070	165,946
TOTAL RESOURCES EXPENDED		745,614	1,152,622	1,898,236	1,079,217
Net Incoming Resources before other recognised gains and transfers		177,120	-	177,120	(3,503)
TRANSFERS BETWEEN FUNDS (Gross)		2,174	(2,174)	-	-
Reconciliation of funds		145,360	6,646	152,006	155,500
Total funds brought forward					
Total funds carried forward		324,654	4,472	329,126	152,006

All of the net incoming/(outgoing) resources are from continuing activities

The company has no recognised gains or losses other than the above

The notes on pages 18 – 29 form part of the financial statements

GROUNDWORK CAERPHILLY
CHARITY STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2011

	NOTES	UN- RESTRICTED FUNDS	RESTRICTED FUNDS	TOTAL 2011	TOTAL 2010
		£	£	£	£
INCOMING RESOURCES					
Incoming resources from generated funds					
- Voluntary Income	1	-	-	-	-
- Investment Income	1	22	-	22	1,010
Incoming resources from charitable activities	2	760,309	1,152,622	1,912,931	926,736
Other incoming resources	3	-	-	-	8,808
TOTAL INCOMING RESOURCES		760,331	1,152,622	1,912,953	936,554
RESOURCES EXPENDED					
Costs of generating funds	5	-	-	-	-
Charitable activities	4	580,544	1,145,372	1,725,916	903,521
Governance	6	-	7,250	7,250	9,750
TOTAL RESOURCES EXPENDED		580,544	1,152,622	1,733,166	913,271
Net Incoming Resources before other recognised gains and transfers		179,787	-	179,787	23,283
TRANSFERS BETWEEN FUNDS (Gross)		2,174	(2,174)	-	-
Exceptional Item	24	(50,000)	-	(50,000)	-
Reconciliation of funds					
Total funds brought forward		235,022	6,646	241,668	218,385
Total funds carried forward		366,983	4,472	371,455	241,668

All of the net incoming/(outgoing) resources are from continuing activities

The company has no recognised gains or losses other than the above

The notes on pages 18 – 29 form part of the financial statements

**GROUNDWORK CAERPHILLY
CONSOLIDATED BALANCE SHEET AT 31 MARCH 2011**

	Notes	2011 £	2011 £	2010 £	2010 £
FIXED ASSETS					
Tangible assets	9		827		5,390
CURRENT ASSETS					
Debtors	11	424,038		202,963	
Cash at bank and in hand		493,311		188,839	
		917,349		391,802	
CREDITORS					
Amounts falling due within one year	12	(589,050)		(245,186)	
Current Assets Less Current Liabilities			328,299		146,616
CREDITORS					
Amounts falling due after more than one year			-		-
NET ASSETS			329,126		152,006
CAPITAL AND RESERVES					
Restricted income funds	17		4,472		6,646
Unrestricted income funds	17		324,654		145,360
Total funds			329,126		152,006

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (Effective April 2008)

Signed on behalf of the board of directors



Director B Davies

Approved by the board on 28/9/11

The notes on pages 18 – 29 form part of the financial statements

**GROUNDWORK CAERPHILLY
CHARITY BALANCE SHEET AT 31 MARCH 2011**

	Notes	2011 £	2011 £	20010 £	2010 £
FIXED ASSETS					
Tangible assets	9		477		2,245
Investments	10		100		100
CURRENT ASSETS					
Debtors	11	471,192		290,082	
Cash at bank and in hand		473,925		188,258	
		945,117		478,340	
CREDITORS					
Amounts falling due within one year	12	(574,239)		(239,017)	
Current Assets Less Current Liabilities			370,878		(239,323)
CREDITORS					
Amounts falling due after more than one year			-		-
NET ASSETS			371,455	-	241,668
CAPITAL AND RESERVES					
Restricted income funds	17		4,472		6,646
Unrestricted income funds	17		366,983		235,022
Total funds			371,455		241,668

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (Effective April 2008)

Signed on behalf of the board of directors



Director Mr B Davies

Approved by the board on 28/9/11

The notes on pages 18 – 29 form part of the financial statements

GROUNDWORK CAERPHILLY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011

ACCOUNTING POLICIES

Basis of Accounting

The accounts have been prepared under the historical cost convention. The accounts, incorporating a statement of financial activities have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (April 2008), the Companies Act 2006 and follow the recommendations in the Statement of Recommended Practice (SORP) – "Accounting and Reporting by Charities" revised in 2005.

Fund Accounting

Unrestricted Funds are available for use at the discretion of the directors in furtherance of the Trust's general objectives.

Restricted funds are funds subject to specific restrictive conditions imposed by the terms of the grant or funding body.

Designated funds are funds set aside by the trustees out of unrestricted general funds for specific future purposes or projects.

Incoming Resources

Income and grants are included in incoming resources when receivable, except as follows -

- When donors specify that the grants must be used in future accounting periods, the income is deferred until those periods.
- When donors impose conditions which have to be fulfilled before the Charity becomes entitled to use such income, the income is deferred and not included in incoming resources until the pre-conditions for use have been met.
- When donors specify that grants are for particular restricted purposes, which do not amount to pre-conditions regarding entitlement, this income is included in incoming resources of restricted funds when receivable.

Allocation of Expenditure

Expenditure incurred by the charity in the year has been split between restricted and unrestricted funds. Costs have been analysed between direct charitable expenditure, fundraising and publicity and the administration and management of the charity. Expenditure relating directly to a cost category has been charged to that account. Expenditure, which includes more than one cost category, has been apportioned on a reasonable, justifiable and consistent basis to the categories involved. Committed expenditure that has yet to be invoiced is, in line with best accounting practice, not recognised in these accounts. It is intended that such expenditure will be funded by future income flows.

Liabilities Policy

Liabilities are recognised in the Financial Statements as they become payable.

Charitable Activities

This includes all expenditure directly related to the aims of the charity as follows:

- To promote the conservation, protection and improvement of the physical and natural environment.
- To provide facilities in the interests of social welfare for recreation and leisure time occupation with the objective of improving the conditions of life for those living, working and visiting in the area.
- To advance public education in environmental matters and in the ways of better conserving, protecting and improving the environment.

GROUNDWORK CAERPHILLY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011 (Continued)

ACCOUNTING POLICIES (Continued)

Governance Costs

These costs include the costs of governance arrangements, which relate to the general running of Groundwork Caerphilly as opposed to the direct management functions inherent in generating funds, service delivery and programme of project work. These include such items as external audit, legal advice for trustees and costs associated with constitutional and statutory requirements.

Resources Expended

Expenditure has been allocated to management and administration of the Trust, where it relates to the management of the Trust's assets, organisational administration and compliance with constitutional and statutory requirements.

Resources expended are recognised in the period in which they are incurred.

Tangible fixed assets

Fixed assets are capitalised at cost.

Depreciation is calculated so that the cost of tangible assets or valuation less any residual value is written off over their estimated useful lives on the following basis -

Computers	33 33% On Cost
Office Equipment	20% On Cost
Plant and Machinery	20% On Cost

Capital Grants Received

Grants that relate to capital expenditure on specific projects are treated as restricted funds that are charged to the income and expenditure account at acquisition. This treatment is due to the nature of the funding as the grants are received to provide equipment to specifically run the projects and services.

Hire Purchase Contracts and Finance Leases

Assets acquired under such agreements are recorded in the Balance Sheet at their fair value and as an obligation to pay future rentals at the inception of the contract. The total finance charge is not allocated to accounting periods during the lease term so as to produce a constant periodic rate of charge on the remaining balance sheet obligation, but on a straight line basis as, in the opinion of the Directors, this represents a reasonable approximation thereto. The capital element of future payments is treated as a liability and the interest element is charged to the Income and Expenditure Account.

Operating Lease Costs

The rentals under operating leases, where substantially all the benefits and risks of ownership remain with the lessor, are charged against profit as incurred.

Pension Costs

The Trust contributes to employees' own personal Pension Schemes. This Pension cost charge represents contributions payable by the Trust to the individual schemes.

Going Concern

As described on page 5 of the Trustees report, the charity's trading subsidiary GC Enterprises Limited has incurred a trading loss in the year of £2,667, before an exceptional item of £50,000. This has resulted in accumulated losses to date of £42,329. The directors are closely monitoring the trading company's performance against forecasts, budgets and contracts and consider that the company will break even for the year to 31 March 2012. Future plans and forecasts for the trading company aim to bring the trading company into a profit position which over time will eliminate the accumulated losses.

GROUNDWORK CAERPHILLY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011 (Continued)

1. INCOMING RESOURCES FROM GENERATED FUNDS

	Unrestricted funds £	Restricted funds £	Total 2011 £	Total 2010 £
Voluntary Income				
- National Assembly for Wales	-	-	-	-
- Caerphilly County Borough Council	-	-	-	-
	-	-	-	-
Trading income				
- Community Furniture Initiative	115,295	-	115,295	124,622
- Kerbside	-	-	-	-
- WEEE	3,479	-	3,479	10,545
- Fire service	34,300	-	34,300	-
- Other	9,329	-	9,329	3,982
	162,403	-	162,403	139,160
Investment income				
- Bank Interest received	22	-	22	1,010

2. CHARITABLE ACTIVITIES

Income was received for:

	Unrestricted funds £	Restricted funds £	Total 2011 £	Total 2010 £
People	66,980	835,952	902,932	638,322
Places	-	94,154	94,154	-
Prosperity	687,487	-	687,487	65,101
Performance	5,842	-	5,842	-
Partnership	-	222,516	222,516	223,313
	760,309	1,152,622	1,912,931	926,736

Income from charitable activities was provided by:

	Unrestricted funds £	Restricted funds £	Total 2011 £	Total 2010 £
Welsh Assembly	585,920	385,389	971,309	377,614
Public Agencies and National Charities	-	49,240	49,240	241,322
Local Authority	10,389	126,468	136,857	100,982
European Union	-	330,279	330,279	113,985
Private Sector	152,553	26,312	178,865	29,135
BIG Lottery	-	213,960	213,960	-
Other	11,447	20,974	32,421	636,98
	760,309	1,152,622	1,912,931	926,736

GROUNDWORK CAERPHILLY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011 (Continued)

3. OTHER INCOMING RESOURCES

	Unrestricted funds £	Restricted funds £	Total 2011 £	Total 2010 £
Charity	-	-	-	8,808
	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,808</u>

4. TOTAL CHARITABLE ACTIVITIES EXPENDED

	Unrestricted funds £	Restricted funds £	Total 2011 £	Total 2010 £
Direct Costs				
Staff Costs	409,146	500,683	909,829	373,539
Volunteer Costs	-	10,437	10,437	
Materials & direct purchases	29,348	267,552	296,900	128,814
Subcontractors & consultancy	27,755	2,174	29,929	4,304
Training and recruitment	7,260	13,685	20,945	21,888
Project travel and transport	55,861	44,426	100,287	36,633
Project publicity	933	15,111	16,044	29,072
Support costs	42,204	6,069	48,273	28,554
Professional fees	-	30,957	30,957	-
GW Wales	-	10,000	10,000	
	<u>572,507</u>	<u>901,094</u>	<u>1,473,601</u>	<u>622,804</u>
Support Costs				
Staff costs	5,841	132,771	138,612	170,013
Recruitment and training	-	1,348	1,348	6,843
Premises expenses	-	53,352	53,352	48,193
Depreciation	-	1,770	1,770	3,143
Motor and travel expenses	-	1,271	1,271	2,659
Legal and professional	-	-	-	4,129
Communications & IT, and equipment	-	18,260	18,260	13,924
Promotion and advertisement	-	3,635	3,635	1,868
Administration & Sundry	2,196	31,871	34,067	25,945
	<u>8,037</u>	<u>244,278</u>	<u>252,315</u>	<u>280,717</u>
TOTAL	<u>580,544</u>	<u>1,145,372</u>	<u>1,725,916</u>	<u>903,521</u>

GROUNDWORK CAERPHILLY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011 (Continued)

4. TOTAL CHARITABLE ACTIVITIES EXPENDED (Continued)

Expenditure:

	Unrestricted funds £	Restricted Funds £	Total 2011 £	Total 2010 £
People	41,176	939,603	980,779	622,405
Places	29,929	146,386	176,315	-
Prosperity	499,439	-	499,439	62,599
Performance	-	59,383	59,383	-
Partnership	10,000	-	10,000	218,517
	580,544	1,145,372	1,725,916	903,521

Expenditure on projects comprised:

	Direct cost of activities £	Grant funding of activities £	Support costs £	Total 2011 £
People	663,331	-	178,837	842,168
Places	110,367	-	11,324	121,691
Prosperity	427,284	-	72,154	499,438
Partnerships	262,619	-	-	262,619
	1,463,601	-	262,315	1,725,916

5. COSTS OF GENERATING FUNDS

There are no costs of generating funds in the current or previous year

6. GOVERNANCE COSTS

	Unrestricted funds	Restricted funds	Total 2011 £	Total 2010 £
Audit fees	-	5,250	5,250	6,250
Trustees Indemnity Insurance	-	2,000	2,000	3,500
	-	7,250	7,250	9,750

GROUNDWORK CAERPHILLY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011

7. STAFF AND TRUSTEE COSTS

	2011 Total £	2010 Total £
Salaries and Wages	964,039	494,332
Social security costs	74,051	42,315
Staff pension costs	19,002	6,903
	<u>1,057,092</u>	<u>543,550</u>

The average number of employees during the year, analysed by category was,

	2011 No	2010 No
Direct charitable	66	29
Management and Administration of the Charity	6	9
	<u>72</u>	<u>38</u>

No employee received emoluments of more than £60,000

7 TRUSTEES

Trustees were not remunerated or reimbursed for expenses for any services in the year

8. NET INCOMING/(OUTGOING) RESOURCES BEFORE TRANSFERS

	2010 £	2011 £
Staff Costs	1,057,092	543,550
Auditors Remuneration	5,250	6,250
Depreciation of Owned Fixed Assets	1,769	3,144
Operating Lease rentals		
- Land & Buildings	36,968	27,800
- Plant & Machinery	7,702	8,659
	<u> </u>	<u> </u>

GROUNDWORK CAERPHILLY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011 (Continued)

9. TANGIBLE FIXED ASSETS

	Plant and Machinery etc £
Cost	
At 1 April 2010	178,114
	<hr/>
At 31 March 2011	178,114
	<hr/>
Depreciation	
At 1 April 2010	172,724
Charge for year	4,563
	<hr/>
At 31 March 2011	177,287
	<hr/>
Net Book values	
At 31 March 2011	827
	<hr/>
At 31 March 2010	5,390
	<hr/>

Included in the above figures are fixed assets at a cost of £10,432 (2010 £10,432) and accumulated depreciation charged at £10,082 (2010 £7,287) relating to the Charity's trading subsidiary G C Enterprises (Wales) Limited

GROUNDWORK CAERPHILLY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011 (Continued)

10 TRADING SUBSIDIARY – G C ENTERPRISES (WALES) LIMITED

Principal activity - collection, repair as necessary, and appropriate testing of white goods and donated re-usable furniture for sale to people on benefits and low incomes

Proportion of Holding held - 100% ordinary shares

	2011 £	2010 £
Profit & Loss Account		
Turnover	154,833	135,176
Cost of Sales	(97,222)	(84,583)
Gross Profit	57,611	50,593
Administrative Expenses	(67,848)	(81,363)
Other operating income	7,570	3984
Exceptional item	50,000	-
Surplus/(Loss) for the financial year	<u>47,333</u>	<u>(26,786)</u>
Balance Sheet		
Fixed Assets	350	3,145
Current Assets	37,378	14,594
Current Liabilities	(28,064)	(6,169)
Creditors due after more than 1 year	(51,893)	(101,132)
Total Assets less liabilities	<u>(42,229)</u>	<u>(89,562)</u>
Reserves		
Share Capital	100	100
Profit & Loss Reserve	(42,329)	(89,662)
	<u>(42,229)</u>	<u>(89,562)</u>

GROUNDWORK CAERPHILLY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011 (Continued)

11 DEBTORS

	The Charity		The Group	
	2011	2010	2011	2010
	£	£	£	£
Amounts due within one year				
Trade debtors	256,861	68,247	268,870	77,718
Amounts due from subsidiary undertaking	65,145	101,132	-	-
VAT	-	11,598	-	16,140
Prepayments	149,186	109,105	155,168	109,105
	471,192	290,082	424,038	202,963

Included in the above is £51,893 (2010 £101,132) which is considered to be due in after more than one year - see Note 24

12. CREDITORS' AMOUNTS FALLING DUE WITHIN ONE YEAR

	The Charity		The Group	
	2011	2010	2011	2010
	£	£	£	£
Amounts due within one year				
Trade creditors	119,120	91,519	128,431	93,326
Accruals & Deferred Income	409,016	132,239	412,241	134,844
PAYE and Social Security	21,583	15,259	23,668	17,016
VAT	24,520	-	24,710	-
	574,239	239,017	589,050	245,186

13. ANNUAL COMMITMENTS UNDER NON CANCELLABLE OPERATING LEASES ARE AS FOLLOWS:

	Land and Buildings	Other	Land and Buildings	Other
	2011	2011	2010	2010
	£	£	£	£
Fall due less than 1 year	-	7,933	-	-
Fall due within 2-5 years	-	-	-	7,933
Fall due more than 5 years	-	-	-	-
	-	7,933	-	7,933

GROUNDWORK CAERPHILLY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011 (Continued)

14. PROVISIONS FOR LIABILITIES AND CHARGES

The charity has £nil provisions and charges (2010 £nil)

15 MOVEMENT IN RESTRICTED FUNDS

	At 1 April 2010 £	Incoming Resources £	Outgoing Resources £	Transfers £	At 31 March 2011 £
Community Environmental Network & Sustainable Communities	2,174	-		(2,174)	-
Youth Environment	4,472	-	-	-	4,472
Welsh Assembly Government	-	178,656	(178,656)	-	-
Caerphilly CBC	-	43,860	(43,860)	-	-
Mentro Allan	-	142,046	(142,046)	-	-
Cymorth	-	32,688	(32,688)	-	-
Routes to Life	-	174,847	(174,847)	-	-
Cleaner Greener	-	18,482	(18,482)	-	-
Solid Ground	-	181,674	(181,674)	-	-
Community Recharge Projects	-	18,782	(18,782)	-	-
Local Environmental Quality	-	26,441	(26,441)	-	-
Ecopark Ranger	-	22,813	(22,813)	-	-
Schools Alive	-	666	(666)	-	-
Routes 2 Life Phase 2	-	15,317	(15,317)	-	-
Healthy Villages	-	7,681	(7,681)	-	-
Communities First	-	188,251	(188,251)	-	-
Gyr Intergenerational Garden	-	231	(231)	-	-
Pantside Environmental Projects	-	423	(423)	-	-
Mid Valleys East Holiday Workshops	-	1,537	(1,537)	-	-
Cadbury's Spots v Stripes	-	4,072	(4,072)	-	-
M&S Malpas Garden Project	-	22,240	(22,240)	-	-
CAT project	-	71,915	(71,915)	-	-
	<u>6,646</u>	<u>1,152,622</u>	<u>(1,152,622)</u>	<u>(2,174)</u>	<u>4,472</u>

Name	Restriction
Community Environmental Network	Fund is to be used with the Charity's ongoing aim to encourage a community – leader approach regeneration and development
Youth Environment	Youth oriented projects/workshops

GROUNDWORK CAERPHILLY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011 (Continued)

16. MOVEMENT IN UNRESTRICTED FUNDS

	At 1 April 2010 £	Income £	Expenditure £	Exceptional Item £	Transfers £	At 31 March 2011 £
Unrestricted general fund	235,022	760,331	(580,544)	(50,000)	2,174	366,983
Trading funds held by subsidiary	(89,662)	162,403	(165,070)	50,000	-	(42,329)
	<u>145,360</u>	<u>922,734</u>	<u>(745,614)</u>	<u>-</u>	<u>2,174</u>	<u>324,654</u>

17. ANALYSIS OF GROUP NET ASSETS BETWEEN FUNDS

	General Fund £	Restricted Fund £	Total £
Tangible fixed assets	827	-	827
Net current assets	<u>323,827</u>	<u>4,472</u>	<u>328,299</u>
	<u>324,654</u>	<u>4,472</u>	<u>329,126</u>

18. ANALYSIS OF CHANGES IN NET DEBT / (FUNDS)

	At 1 April 2010 £	Cashflows £	At 31 March 2011 £
Cash in hand, at bank	188,839	304,472	493,311

19. STATUS

Groundwork Caerphilly is a company limited by guarantee, not having a share capital, exempt from the requirement to use the word 'limited' and is a registered charity. The liability of each member under the guarantee is limited to £1 (one pound).

GROUNDWORK CAERPHILLY
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2011 (Continued)

20. PENSION SCHEMES

The Trust contributes to employee's own personal pension schemes. The pension cost charge represents contributions paid by the Trust to the individual schemes and amounted to £6,012 (2010 £6,012)

21. CAPITAL COMMITMENTS

At 31 March 2011 there were in the sum of £150,000 relating to purchase of the charity's offices (2010 £30,000 relating to remedial works relating to a project)

22. TAXATION

No provision has been made for taxation as the company was established for charitable purposes and as such will benefit from exemption relation to charities

23. RELATED PARTY TRANSACTIONS

At 31 March 2011 the charity's trading subsidiary GC Enterprises (Wales) Limited owed the charity £65,145 (2010 £101,132). Of this balance £51,893 is considered to be due in after more than one year

24. EXCEPTIONAL ITEM

The Directors/Trustees have taken the decision to write off £50,000 of the balance owed from G C Enterprises (Wales) Ltd. This is reflected in the financial statements as an exceptional item